

SECTION I: APPLICANT INFORMATION

Please answer all questions. Use "None" or "Not Applicable" where necessary.

A) Applicant Information – company receiving benefit:

Applicant Name	Norwich -Chenango Solar, LLC	Federal ID#	To be created	NAICS:	221114
Address	c/o Distributed Sun, 601 13th Street,NW	City	Washington	State	DC Zip 20005
Phone	(978)319-0683	E-mail Address	bharath@distributedsun.com		
Website:	www.distributedsun.com				

B) Type of Business Organization (select only one):

- | | | | |
|------------------------|--------------------------|---------------------------|-------------------------------------|
| Corporation | <input type="checkbox"/> | Partnership | <input type="checkbox"/> |
| Public Corporation | <input type="checkbox"/> | Joint Venture | <input type="checkbox"/> |
| Sole Proprietorship | <input type="checkbox"/> | Limited Liability Company | <input checked="" type="checkbox"/> |
| Other (please specify) | <input type="checkbox"/> | | |

Year of Incorporation/Organization:	2017	State in which Organization is established	Delaware (DE)
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Will a Real Estate Holding Company be utilized to own the Project property/facility? YES NO

Name of Real Estate Holding Company: _____ Federal ID# _____

State and Year of Incorporation/Organization _____ Website: _____

List of stockholders members, or partners of Real Estate Holding Company: _____

C) Individual Completing Application

Name	Bharath Srinivasan	Title:	Sr. Vice President of Operations		
Address	601 13th Street NW, Suite 450S	City	Washington	State	DC Zip 20005
Phone	(978)319-0683	E-mail Address	bharath@distributedsun.com		

D) Company Contact (if different from individual completing application)

Name		Title:			
Address		City		State	Zip
Phone		E-mail Address			

E) Company Counsel:

Name of Attorney	Richard Cook	Firm Name:	Hancock Estabrook LLP		
Address	1500 AXA Tower I, 100 Madison St.	City	Syracuse	State	NY Zip 13202
Phone	800-443-1118	E-mail Address	rcook@hancocklaw.com		

F) Identify the assistance being requested of the Agency (select all that apply):

- | | | |
|------------------------------------------|-----------------------------------------|-----------------------------|
| 1. Exemption from Sales Tax | YES <input checked="" type="checkbox"/> | NO <input type="checkbox"/> |
| 2. Exemption from Mortgage Recording Tax | YES <input checked="" type="checkbox"/> | NO <input type="checkbox"/> |
| 3. Exemption from Real Property Tax | YES <input checked="" type="checkbox"/> | NO <input type="checkbox"/> |
| 4. Tax Exempt Financing* | YES <input type="checkbox"/> | NO <input type="checkbox"/> |

*typically for not-for-profits & small, qualified manufacturers

G) List all stockholders, members, or partners with % of ownership greater than 20%

Name	% of Ownership
SUN8 PDC LLC	100%

H) Applicant Business Description:

Describe, in detail, company background, products, customers, goods and services. Description is critical in determining eligibility:

Norwich-Chenango Solar, LLC is a wholly owned subsidiary of SUN8 PDC LLC. The sole purpose of SUN8 PDC LLC is the development, construction and operation of a New York-based community solar project portfolio, and Norwich-Chenango Solar, LLC will be the project company directly responsible for the community solar projects located in Norwich. Community solar projects are solar arrays that can provide savings to electricity consumers via bill credits. SUN8 PDC LLC and Norwich-Chenango Solar, LLC are offering customers within the NYSEG service territory the opportunity to buy clean energy from our solar projects on a pay-as-you-go basis without any upfront investment, without the need to build or own a solar facility on their roof or property. SUN8 PDC LLC is a joint venture between Distributed Sun LLC and EWT Americas, Inc.

Estimated % of sales within County/City/Town/Village:	10.00%
Estimated % of sales outside County/City/Town/Village, but within New York State:	90.00%
Estimate % of sales outside New York State, but within the U.S.:	0.00%
Estimated % of sales outside the U.S.:	0.00%
Total:	100%

**percentage must equal 100*

I) Source of Supplies, Services and Raw Materials:

What percentage of your total annual supplies, raw materials and vendor services are purchased from firms in County/City/Town/Village? Include list of vendors, raw material suppliers and percentages for each. Provide supporting documentation including estimate percentage of local purchases.

\$300,000 in goods and services is expected to be purchased from vendors within Chenango County during construction (about 1.4% of total capital cost). During operations : services of \$25,000 year for 30 years. Norwich-Chenango Solar, LLC expects to spend nearly \$6M in labor expense with NY-based labor principally sourced from the local region.

SECTION II: PROJECT DESCRIPTION & DETAILS

A) Project Location:

Municipality, or Municipalities, of current operations:

Will the Proposed Project be located within a municipality listed above? YES NO

If Yes, in which Municipality will the proposed project be located:

If No, in which Municipality will the proposed project be located:

Provide the Property Address of the proposed Project Location

Address City State Zip

Will the completion of the Project result in:

- The removal of an industrial or manufacturing plant of the project occupant from one area of the state to another area of the state YES NO
- The abandonment of one or more plants or facilities of the project occupant located within the state? YES NO

If the Proposed Project is located in a different Municipality than the Municipality in which the current operations are being undertaken, is it expected that any of the facilities in any other Municipality will be closed or be subject to reduced activity? YES NO

****If Yes, you will need to complete Section II (Q) and Section IV of this Application***

Section Block Lot (SBL) Number for Property upon which Proposed Project will be located:

Provide current annual Real Property Taxes on the Proposed Project site: Total: \$

County <input type="text" value="\$ 1,946.80"/>	Town/Village <input type="text" value="\$2,387.62"/>	School District <input type="text" value="\$ 2,896.82"/>
-------------------------------------------------	------------------------------------------------------	----------------------------------------------------------

If amount of current annual Real Property Taxes is not available, provide assessed value for each:

Land \$ Building(s) \$

**If available, please include a copy of current tax bill*

Are Real Property Taxes current? YES NO If no, please explain:

Does the Applicant, or any related entity, currently hold fee title to the Project site? YES NO

If No, indicate name of present owner of the Project Site:

Does the Applicant, or any related entity, have an option/contract to purchase the Project site? YES NO

Describe the present use of the proposed Project site:

B) Project Narrative:

Please provide a narrative of the project and the purpose of the project (new build, renovations, and/or equipment purchases). Identify specific uses occurring within the project. Describe any and all tenants and any/all end users: (This information is critical in determining project eligibility)

The purpose of the 12 MWac community solar project is to generate clean electricity to be sold to customers within the same utility territory and NYISO Load Zone. SUN8 PDC LLC has lease agreements in place with Bill, David, and Richard Evans. SUN8 plans to lease more than 75 acres for this purpose, and it will assign its lease to Norwich-Chenango Solar, LLC. In March 2017, the Town Planning Board of Norwich made a Negative Declaration for the project and provided a Special Use Permit. This project would generate enough electricity to power the equivalent of more than 2600 average New York homes. Trees will be cleared, where needed, to remove shading. PV modules will be installed on metal racking secured with steel earth screws (no concrete for foundations). Six concrete pads approximately 15' by 20' in size (for the installation of electric equipment to connect to the utility), and eight-foot tall fence with gates, and internal project roads (gravel) will also be installed. The Project is enabled by the New York Public Service Commission's ruling on Community Distributed Generation and helps the State to achieve the Reforming the Energy Vision goal of 50% clean energy by 2030. The Norwich-Chenango Solar, LLC projects will offer cheaper, cleaner energy to electricity consumers, creating financial savings. Consumers will be able to realize those financial savings and utilize the clean energy generated by the solar projects. Solar projects pay for grid upgrades as a part of NYSEG's costs to provide service. These costs for upgrades when paid by the projects are removed from the rate-payers burden. The solar projects will also generate clean energy, displacing fossil fuels, preserving the environment for future generations. By displacing fossil fuel generation, these projects are reducing the amount of pollution emitted, providing more clean air and a healthier environment for New York State residents.

Describe the reasons why the Agency's Financial Assistance is necessary, and the effect the Project will have on the Applicant's business or operations. Focus on competitiveness issues, project shortfalls, etc. Your eligibility determination will be based, in part, on your answer. (attach additional pages, if necessary)

Please see Appendix A.

Is there a likelihood that the Project would not be undertaken but for the Financial Assistance provided by the Agency? YES NO

If the Project could be undertaken without Financial Assistance provided by the Agency, then provide a statement indicating why the Project should be undertaken by the Agency:

If the Applicant is unable to obtain Financial Assistance for the Project, what will be the impact on the Applicant and County/City/Town/Village?

Please see Appendix B.

C) Equipment:

Will Project include leasing any equipment? YES NO If Yes, please describe:

D) Site Characteristics:

Will the Project meet zoning/land use requirements at the proposed location? YES NO

Describe the present zoning/land use: Vacant farmland

Describe required zoning/land use, if different:

If a change in zoning/land use is required, please provide details/status of any request for change of zoning/land use requirements:

Is the proposed Project located on a site where the known or potential presence of contaminants is complicating the development/use of the property? YES NO

If Yes, please explain:

E) Environmental Assessment:

Has a Phase I Environmental Assessment been prepared with respect to the proposed Project site? YES NO

If not, will one be prepared? YES NO

**If the answer to either question, above, is Yes, please provide a copy of the Phase I Assessment.*

F) Other Studies or Assessments:

Have any other studies or assessments been undertaken with respect to the proposed Project site that indicate the known or suspected presence of contamination that would complicate the site's development? YES NO

**If Yes, please provide a copy of the Studies or Assessments.*

G) Additional Information or Details:

Provide any additional information or details about the Project Project presented to NYS Office of Recreation, Parks, & Historic Preservation, NYS Department of Environmental Conservation, US Fish & Wildlife Service, US Army Corps of Engineers; all mentioned entities rejected any need for intervention.

H) Project Type:

Select the Project Type for all end uses at Project site (you may check more than one):

**Please check any and all end uses as identified below

Will customers personally visit the Project site for either of the following economic activities?

Retail Sales YES NO Services: YES NO

For purposes of this question, the term "retail sales" means (i) sales by a registered vendor under Article 28 of the Tax Law of the State of New York (the "Tax Law") primarily engaged in the retail sale of tangible personal property (as defined in Section 1101(b)(4)(i) of the Tax Law), or (ii) sales of a service to customers who personally visit the Project.

- | | | | |
|----------------------------------|--------------------------|---------------------------------|-------------------------------------|
| Industrial | <input type="checkbox"/> | Back Office | <input type="checkbox"/> |
| Acquisition of Existing Facility | <input type="checkbox"/> | Retail | <input type="checkbox"/> |
| Housing | <input type="checkbox"/> | Mixed Use | <input type="checkbox"/> |
| Equipment Purchase | <input type="checkbox"/> | Facility for Aging | <input type="checkbox"/> |
| Multi-Tenant | <input type="checkbox"/> | Civic Facility (not-for-profit) | <input type="checkbox"/> |
| Commercial | <input type="checkbox"/> | Other: Electricity generation | <input checked="" type="checkbox"/> |

I) Project Information:

Estimated costs in connection with Project:

1. Land and/or Building Acquisition:		\$ 0.00
80.0 acres	N/A square feet	
2. New Building Construction:	N/A square feet	\$ 0.00
3. New Building Addition(s):	N/A square feet	\$ 0.00
4. Infrastructure Work		\$ 1,025,654.00
5. Reconstruction/Renovation::	N/A square feet	\$ 0.00
6. Manufacturing Equipment		\$ 11,503,718.00
7. Non-Manufacturing Equipment (furniture, fixtures, etc.):		\$ 0.00
8. Soft Costs (professional services, etc.):		\$ 2,007,194.00
9. Other, Specify: Labor, Sales Tax		\$ 7,411,968.00
	TOTAL Capital Costs:	\$ 21,948,534.00

Construction Cost Breakdown:

Total Cost of Construction (sum of 2,3,4,5 and/or 7 in Project Information, above)

Cost for materials:

% sourced in County/City/Town/Village:

% sourced in New York State (including County/City/Town/Village):

Cost for Labor:

\$ 1,025,654.00
\$ 11,503,718.00
1.4%
25%
\$ 6,951,819.00

Sales and Use Tax Exemption Benefit:

Gross amount of costs for goods and services that are subject to State and Local Sales and Use tax – said amount to benefit from Agency's Sales and Use Tax Exemption benefit:

Gross amount of costs for goods and services that are subject to Sales and Use tax

Sales and Use Tax Rate (local portion only)

Estimated State and Local Sales and Use Tax Exemption Benefit (product of Gross Costs multiplied by Sales and Use Tax Rate)

\$ 11,503,718.00
4.00%
\$ 460,149.00

***Note that the estimate provided above will be provided to the New York State Department of Taxation and Finance. The Applicant acknowledges that the transaction documents may include a covenant by the Applicant to undertake the total amount of investment as proposed within this Application, and that the estimate, above, represents the maximum amount of sales and use tax benefit that the AGENCY may authorize with respect to this Application. The AGENCY may utilize the estimate, above, as well as the proposed total Project Costs as contained within this Application, to determine the Financial Assistance that will be offered.*

Real Property Tax Benefit:

Identify and describe if the Project will utilize a real property tax exemption benefit OTHER THAN the Agency's PILOT Benefit:

IDA PILOT Benefit:

Agency staff will indicate the amount of PILOT Benefit based on estimated Project Costs as contained herein and anticipated tax rates and assessed valuation, including the annual PILOT Benefit abatement amount of each year of the PILOT benefit year and the sum total of PILOT Benefit abatement amount for the term of the PILOT as depicted in Section II(I) of the Application.

Percentage of Project Costs financed from Public Sector sources:

0.00%

Agency staff will calculate the percentage of Project Costs financed from public Sector sources based upon Sources of Funds for Project Costs as depicted above in Section II(I) of the Application.

Project refinancing; estimate amount (for refinancing of existing debt only)

\$

Sources of Funds for Project Costs

Bank Financing:

Equity (excluding equity that is attributed to grants/tax credits)

Tax Exempt Bond Issuance (if applicable)

Taxable Bond Issuance (if applicable)

Public Sources (Include sum total of all state and federal grants and tax credits)

Identify each state and federal grant/credit

NY-Sun MW Block Program (Payment at commercial operation)	\$ 1,245,069.00
	\$
	\$
	\$
	\$

Total Sources of Funds for Project Costs:

\$ 21,948,534.00

Have any of the above costs been paid or incurred as of the date of this Application?

YES NO

If Yes, describe the particulars:

\$1,050,000 in project development costs, environmental reviews, engineering & interconnection payments to the local distribution utility.

Mortgage Recording Tax Exemption Benefit:

Amount of mortgage that would be subject to mortgage recording tax:

Mortgage Amount (include sum total of construction/permanent/bridge financing)

Mortgage Recording Tax Rate

Estimated Mortgage Recording Tax Exemption Benefit (*product of Mortgage Amount multiplied by Mortgage Recording Tax Rate*)

\$	21,948,534.00
	0.75%
\$	164,614

J) Project Facility:

For the proposed facility, please indicate the square footage for each of the uses outlined below:

**If company is paying for FFE for tenants, please include in cost breakdown*

	Square Footage	Cost	% of Total Cost of Project
Manufacturing/Processing	N/A		
Warehouse	0		
Research & Development	0		
Commercial	N/A		
Retail (see section K)	0		
Office	0		
Other (Specify)			

K) Project Timetable:

Provide dates for your project timetable

1. Start Date: acquisition of equipment or construction of facilities
2. Estimated completion date of project:
3. Project occupancy – estimate starting date of operations:
4. Have construction contracts been signed?
5. Has Financing been finalized?

05/31/2018
11/30/2018
12/31/2018
YES <input type="checkbox"/> NO <input checked="" type="checkbox"/>
YES <input checked="" type="checkbox"/> NO <input type="checkbox"/>

***If construction contracts have been signed, please provide copies of executed construction contracts and a complete project budget. The complete project budget should include all related construction costs totaling the amount of the new building construction, and/or new building addition(s), and/or renovation.*

L) Site Plans and SEQR:

Have site plans been submitted to the appropriate planning department? YES NO

*** If Yes, please provide the Agency with a copy of the related State Environmental Quality Review Act ("SEQR") Environmental Assessment Form that may have been required to be submitted along with the site plan application to the appropriate planning department.*

Please provide the Agency with the status with respect to any require planning department approval:

Has the Project received site plan approval from the planning department? YES NO

If Yes, please provide the Agency with a copy of the planning department approval along with the related SEQR determination

M) Project Employment:

Is the Project necessary to expand project employment? YES NO

Is the Project necessary to retain existing employment? YES NO

N) Employment and Wages:

Complete the following employment plan, specific to the proposed Project location:

	Current # of jobs at proposed Project location, or to be relocated at Project location:	IF FINANCIAL ASSISTANCE IS GRANTED – project the number of FTE and PTE jobs to be RETAINED	IF FINANCIAL ASSISTANCE IS GRANTED – project the number of FTE and PTE jobs to be CREATED at TWO years after Project completion	Estimate number of residents of the Labor Market Area in which the Project is located that will fill the FTE and PTE jobs to be created at TWO years after Project completion **
Full-Time (FTE)	See Appendix C			
Part-Time (PTE)				
Total ***	See Appendix C			

** For purposes of this question, please estimate the number of FTE and PTE jobs that will be filled, as indicated in the third column, by residents of the Labor Market Area, in the fourth column. The Labor Market Area includes the County/City/Town/Village as well as the following areas:

*** By statute, Agency staff must project the number of FTE jobs that would be retained and created if the request for Financial Assistance is granted. Agency staff will project such jobs over the TWO-year time period following Project completion. Agency staff converts PTE jobs into FTE jobs by dividing the number of PTE jobs by two (2)

Document the Salary and Fringe Benefits for the Jobs to be Retained and Created with this Project:

Category of Jobs to be Retained and Created	Average Salary or Range of Salary	Average Fringe Benefits or Range of Fringe Benefits
Management	See Appendix C	
Professional	See Appendix C	
Administrative		
Production		
Independent Contractor	See Appendix C	
Other	See Appendix C	

Document the Employment at other locations in County/City/Town/Village: (Provide address and number of employees at each location):

	Address 1 601 13th Street	Address 2	Address 3
Management	See Appendix C		
Professional			
Administrative			

O) Facility Closure and/or Activity Reduction:

Will any of the facilities described above be closed or subject to reduced activity? YES NO

*If any of the facilities described above are located within the State of New York, and you answered Yes to the question above, you must complete Section IV of this Application.

**Please note that the Agency may utilize the foregoing employment projections, among other items, to determine the Financial Assistance that will be offered by the Agency to the Applicant. The Applicant acknowledges that the transaction documents may include a covenant by the Applicant to retain the number of jobs and create the number of jobs with respect to the Project as set forth in this Application.

P) Applicant Retention:

Is the Project reasonably necessary to prevent the project occupant from moving out of New York State? YES NO

If Yes, please explain and identify out-of-state locations investigated, type of assistance offered and provide supporting documentation if available

What competitive factors led you to inquire about sites outside of New York State?

Have you contacted, or been contacted by, other Local, State and/or Federal Economic Development Agencies? YES NO

If Yes, please identify which agencies and what other Local, State and/or Federal agencies and the assistance sought and dollar amount that is anticipated to be received:

~~If a long term PILOT agreement is not available in Chenango County, projects will be~~
relocated elsewhere within New York where PILOT agreements are available.

SECTION III: RETAIL QUESTIONNAIRE

To ensure compliance with Section 862 of the New York General Municipal Law, the Agency requires additional information if the proposed Project is one where customers personally visit the Project site to undertake either a retail sale transaction or to purchase services

Please answer the following:

- A. Will any portion of the project (including that portion of the cost to be financed from equity or other sources) consist of facilities or property that are, or will be, primarily used in making sales of goods or services to customers who personally visit the project site? YES NO

If the answer is Yes, please continue. If the answer is No, proceed to Section V

For purposes of Question A, the term "retail sales" means (i) sales by a registered vendor under Article 28 of the Tax Law of the State of New York (the "Tax Law") primarily engaged in the retail sale of tangible personal property (as defined in Section 1101(b)(4)(i) of the Tax Law), or (ii) sales of a service to customers who personally visit the Project.

- B. What percentage of the cost of the Project will be expended on such facilities or property primarily used in making sales of goods or services to customers who personally visit the project? 0.00%

If the answer is less than 33%, do not complete the remainder of the determination. Proceed to Section V

If the answer to Question A is Yes AND the answer to Question B is greater than 33.33%, indicate which of the following questions apply to the project:

1. Will the Project be operated by a not-for-profit corporation? YES NO
2. Is the Project location or facility likely to attract a significant number of visitors from outside the economic development region (list specific County or ED Region) in which the project will be located? YES NO

If Yes, please provide a third-party market analysis or other documentation supporting your response.

3. Is the predominant purpose of the project to make available goods or services which would not, but for the Project, be reasonably accessible to the residents of the municipality within which the proposed Project would be located because of a lack of reasonably accessible retail trade facilities offering such goods or services? YES NO

If Yes, please provide a third-party market analysis or other documentation supporting your response.

4. Will the Project preserve permanent, private sector jobs or increase the overall number of permanent, private sector jobs in the State of New York? YES NO
If Yes, explain:

5. Is the Project located in a Highly Distressed Area? YES NO

SECTION IV: INTER-MUNICIPAL MOVE DETERMINATION

The Agency is required, by state law, to make a determination that, if completion of a Project benefiting from Agency Financial Assistance results in the removal of an industrial or manufacturing plant of the Project occupant from one area of the state to another area of the state, or in the abandonment of one or more plants or facilities of the Project occupant located within the state, Agency Financial Assistance is required to prevent the project occupant from relocating out of state, or is reasonably necessary to preserve the Project occupant's competitive position in its respective industry.

1. Will the Project result in the removal of an industrial or manufacturing plant of the Project occupant from one area of the state to another area of the state? YES NO
2. Will the Project result in the abandonment of one or more plants or facilities of the Project occupant located within the state? YES NO

If Yes to either question, explain how, notwithstanding the aforementioned closing or activity reduction, the Agency's Financial Assistance is required to prevent the Project from relocating out of the State, or is reasonably necessary to preserve the Project occupant's competitive position in its respective industry:

Does the Project involve relocation or consolidation of a project occupant from another municipality:

1. Within New York State? YES NO
2. Within County/City/Town/Village? YES NO

If Yes to either question, please explain:

SECTION V: ESTIMATE OF REAL PROPERTY TAX ABATEMENT BENEFITS AND PERCENTAGE OF PROJECT COSTS FINANCED FROM PUBLIC SECTOR SOURCES

Section V of this Application will be: (i) completed by IDA Staff based upon information contained within the Application, and (ii) provided to the Applicant for ultimate inclusion as part of this completed Application.

PILOT Estimate Worksheet

Current Assessed Value of Property	Dollar Value of New Construction and Renovation Costs	Estimated New Assessed Value of Property Subject to IDA*	County Tax Rate/1,000	Local Tax Rate (Town/City/Village)/1,000	School Tax Rate/1,000
			0.000%	0.000%	0.000%

*Apply equalization rate to value

PILOT Year	% Payment	County PILOT Amount	Local PILOT Amount	School PILOT Amount	Total PILOT	Full Tax Payment w/o PILOT	Net Exemption
1	0.00%						
2	0.00%						
3	0.00%						
4	0.00%						
5	0.00%						
6	0.00%						
7	0.00%						
8	0.00%						
9	0.00%						
10	0.00%						
TOTAL	0.00%						

*Estimate provided are based on current property tax rates and assessment values

Percentage of Project Costs financed from Public Sector Worksheet

1. Estimated Value of PILOT	\$
2. Estimated Value of Sales Tax Incentive	\$
3. Estimated Value of Mortgage Tax Incentive	\$
4. Total of Other Public Incentives (Tax Credits, Grants, ESD Incentives, etc.)	\$
Total Value of Incentives (Sum of 1, 2, 3, 4)	\$
5. Total Project Cost	\$
Percent of Project costs financed from Public Sector (Total Value of Incentives/Total Project Costs)	0.00%

SECTION VI: REPRESENTATIONS, CERTIFICATIONS AND INDEMNIFICATION

This Section of the Application can only be completed upon the Applicant receiving approval, and must be completed after the Applicant receives IDA Staff Confirmation that Section I through Section V of the Application are complete.

(name of CEO or other authorized representative of Applicant) confirms and says that s/he is the
 (title) of (name of corporation or other entity)

Named in the attached Application (the "Applicant"), that s/he has read the foregoing Application and knows the contents thereof, and hereby represents, understand and otherwise agrees with the Agency and as follows:

- A. Job Listings: In accordance with Section 858-b(s) of the New York General Municipal Law, the Applicant understands and agrees that, if the Project receives any Financial Assistance from the Agency, except as otherwise provided by collective bargaining agreements, new employment opportunities created as a result of the Project will be listed with the New York State Department of Labor Community Services Division (the "DOL") and with the administrative entity (collectively with the DOL, the "JTPA Entities") of the service delivery area created by the Federal job training partnership act (Public Law 97-300) ("JTPA") in which the Project is located.
- B. First Consideration for Employment: In accordance with Section 858-b(2) of the New York General Municipal Law, the Applicant understands and agrees that, if the Project receives any Financial Assistance from the Agency, except as otherwise provided by collective bargaining agreements, where practicable, the Applicant will first consider persons eligible to participate in JTPA programs who shall be referred by the JTPA Entities for new employment opportunities created as a result of the Project
- C. Annual Sales Tax Filings: In accordance with Section 874(8) of the New York General Municipal Law, the Applicant understands and agrees that, if the Project receives any sales tax exemptions as part of the Financial Assistance from the Agency, in accordance with Section 874(8) of the General Municipal Law, the Applicant agrees to file, or cause to be filed, with the New York State Department of Taxation and Finance, the annual form prescribed by the Department of Taxation and Finance, describing the value of all sales tax exemptions claimed by the Applicant and all consultants or subcontractors retained by the Applicant. Copies of all filings shall be provided to the Agency.
- D. Employment Reports: The Applicant understands and agrees that, if the Project receives any Financial Assistance from the Agency, the Applicant agrees to file, or cause to be filed, with the Agency, at least annually or as otherwise required by the Agency, reports regarding the number of people employed at the project site, salary levels, contractor utilization and such other information (collectively, "Employment Reports") that may be required from time to time on such appropriate forms as designated by the Agency. Failure to provide Employment Reports within 30 days of an Agency request shall be an Event of Default under the PILOT Agreement between the Agency and Applicant and, if applicable, an Event of Default under the Agent Agreement between the Agency and Applicant. In addition, a Notice of Failure to provide the Agency with an Employment Report may be reported to Agency board members, said report being an agenda item subject to the Open Meetings Law.
- E. The Applicant acknowledges that certain environmental representations will be required at closing. The Applicant shall provide with this Representation, Certification and Indemnification Form copies of any known environmental reports, including any existing Phase I Environmental Site Assessment Report(s) and/or Phase II Environmental Investigations. The Agency may require the Company and/or owner of the premises to prepare and submit an environmental assessment and audit report, including but not necessarily limited to, a Phase I Environmental Site Assessment Report and a Phase II Environmental Investigation, with respect to the Premises at the sole cost and expense of the owner and/or the Applicant. All environmental assessment and audit reports shall be completed in accordance with ASTM Standard Practice E1527-05, and shall be conformed over to the Agency so that the Agency is authorized to use and rely on the reports. The Agency, however, does not adopt, ratify, confirm or assume any representation made within reports required herein.
- F. The Applicant and/or the owner, and their successors and assigns, hereby release, defend and indemnify the Agency from any and all suits, causes of action, litigations, damages, losses, liabilities, obligations, penalties, claims, demands, judgments, costs, disbursements, fees or expenses of any kind or nature whatsoever (including, without limitation, attorneys', consultants' and experts' fees) which may at any time be imposed upon, incurred by or asserted or awarded against the Agency, resulting from or arising out of any inquiries and/or environmental assessments, investigations and audits performed on behalf of the Applicant and/or the owner pursuant hereto, including the scope, level of detail, contents or accuracy of any environmental assessment, audit, inspection or investigation report completed hereunder and/or the selection of the environmental consultant, engineer or other qualified person to perform such assessments, investigations, and audits.

- G. Hold Harmless Provision: The Applicant acknowledges and agrees that the Applicant shall be and is responsible for all costs of the Agency incurred in connection with any actions required to be taken by the Agency in furtherance of the Application including the Agency's costs of general counsel and/or the Agency's bond/transaction counsel whether or not the Application, the proposed Project it describes, the attendant negotiations, or the issue of bonds or other transaction or agreement are ultimately ever carried to successful conclusion and agrees that the Agency shall not be liable for and agrees to indemnify, defend, and hold the Agency harmless from and against any and all liability arising from or expense incurred by: (i) the Agency's examination and processing of, and action pursuant to or upon, the Application, regardless of whether or not the Application or the proposed Project described herein or the tax exemptions and other assistance requested herein are favorably acted upon by the Agency; (ii) the Agency's acquisition, construction and/or installation of the proposed Project described herein; and (iii) any further action taken by the Agency with respect to the proposed Project including, without limiting the generality of the foregoing, all causes of action and attorney's fees and any other expenses incurred in defending any suits or actions which may arise as a result of any of the foregoing. Applicant hereby understands and agrees, in accordance with Section 875(3) of the New York General Municipal Law and the policies of the Agency that any New York State and local sales and use tax exemption claimed by the Applicant and approved by the Agency, any mortgage recording tax exemption claimed by the Applicant and approved by the Agency, and/or any real property tax abatement claimed by the Applicant and approved by the Agency, in connection with the Project, may be subject to recapture and/or termination by the Agency under such terms and conditions as will be established by the Agency and set forth in transaction documents to be entered into by and between the Agency and the Applicant. The Applicant further represents and warrants that the information contained in this Application, including without limitation information regarding the amount of the New York State and local sales and use tax exemption benefit, the amount of the mortgage recording tax exemption benefit, and the amount of the real property tax abatement, if and as applicable, to the best of the Applicant's knowledge, is true, accurate and complete.
- H. This obligation includes an obligation to submit an Agency Fee Payment to the Agency in accordance with the Agency Fee policy effective as of the date of this Application
- I. By executing and submitting this Application, the Applicant covenants and agrees to pay the following fees to the Agency and the Agency's general counsel and/or the Agency's bond/transaction counsel, the same to be paid at the times indicated:
- (i) a non-refundable \$_____ application and publication fee (the "application Fee");
 - (ii) a \$_____ expense deposit for the Agency's Counsel Fee Deposit;
 - (iii) Unless otherwise agreed to by the Agency, an amount equal to _____percent (____%) of the total Project costs;
 - (iv) All fees, costs and expenses incurred by the Agency for (1) legal services, including but not limited to those provided by the Agency's general counsel and/or the Agency's bond/transaction counsel, thus note that the Applicant is entitled to receive a written estimate of fees and costs of the Agency's general counsel and the Agency's bond/transaction counsel; and (2) other consultants retained by the Agency in connection with the proposed project, with all such charges to be paid by the Applicant at the closing.
- J. If the Applicant fails to conclude or consummate the necessary negotiations, or fails, within a reasonable or specified period of time, to take reasonable proper or requested action, or withdraws, abandons, cancels, or neglects the Application, or if the Applicant is unable to find buyers willing to purchase the bond issue requested, or if the Applicant is unable to facilitate the sale/leaseback or lease/leaseback transaction, then, upon the presentation of an invoice, Applicant shall pay to the Agency, its agents, or assigns all actual costs incurred by the Agency in furtherance of the Application, up to that date and time, including but not necessarily limited to, fees of the Agency's general counsel and/or the Agency's bond/transaction counsel.
- K. The Applicant acknowledges and agrees that all payment liabilities to the Agency and the Agency's general counsel and/or the Agency's bond and/or transaction counsel as expressed in Sections H and I are obligations that are not dependent on final documentation of the transaction contemplated by this Application.
- L. The cost incurred by the Agency and paid by the Applicant, the Agency's general counsel and/or bond/transaction counsel fees and the processing fees, may be considered as a cost of the Project and included in the financing of costs of the proposed Project, except as limited by the applicable provisions of the Internal Revenue Code with respect to tax-exempt bond financing.
- M. The Applicant acknowledges that the Agency is subject to New York State's Freedom of Information Law (FOIL). **Applicant understands that all Project information and records related to this application are potentially subject to disclosure under FOIL subject to limited statutory exclusions.**

ADAPTIVE REUSE DETERMINATION

(Adaptive Reuse is the process of adaptive old structures or sites for new purposes)

Are you applying for a tax incentive under the Adaptive Reuse Program?

YES

NO

If Yes, please continue with the rest of this form

A) What is the age of the structure (in years)

B) Has the structure been vacant or underutilized for a minimum of 3 years?

YES

NO

(Underutilized is defined as a minimum of 50% of the rentable square footage of the structure being utilized for a use for which the structure was not designed or intended)

If Yes, how many years?

C) Is the structure currently generating insignificant income?

YES

NO

Insignificant income is defined as income that is 50% or less than the market rate income average for that property class)

If Yes, please provide dollar amount of income being generated, if any:

D) Does the site have historical significance?

YES

NO

E) Are you applying for either State or Federal Historical Tax Credit Programs?

YES

NO

If Yes, please provide estimated value of tax credits:

F) Summarize the financial obstacles to development that this project faces without Agency or other public assistance. Please provide the Agency with documentation to support the financial obstacles to development (you will be asked to provide cash flow projections, documenting costs, expense and revenues with and without IDA and other Tax credits including indicating below average return on investments rates compared to regional industry average):

G) Briefly summarize the demonstrated support that you intend to receive from local government entities. Please provide the Agency documentation of this support in the form of signed letters from these entities:

H) Please indicate other factors that you would like the Agency to consider such as: structure or site presents significant public safety hazard and or environmental remediation costs, site or structure is located in distressed census tract, structure presents significant costs associated with building code compliance, site has historical significance, site or structure is presently delinquent in property tax payments.

IDA Project Application

Appendix A

From page 4: Describe the reasons why the Agency's Financial Assistance is necessary, and the effect the Project will have on the Applicant's business or operations. Focus on competitiveness issues, project shortfalls, etc. Your eligibility determination will be based, in part, on your answer.

The agency's financial assistance is necessary because the project requires a predictable return on investment (excluding market-based risks) to go forward. If the agency does not provide a 30-year PILOT, the project may be subject to full assessment by tax assessors in later years, undermining the financial stability of the project. Solar projects are exempt from paying real property taxes for 15 years under Sec 487 at the State and Local level, unless a local taxing jurisdiction opts out of the property tax exemption. By providing the PILOT, the local taxing jurisdictions also get the benefit of receiving predictable property tax revenue over the life of the project. If local jurisdictions were to opt out of the property tax exemption, or do not accept a PILOT agreement, solar projects would not be economically viable within that jurisdiction. Conventional assessments would not allow the projects to offer financial savings to electricity consumers – savings that otherwise would benefit electricity customers in the region.

Appendix B

From page 4: If the Applicant is unable to obtain Financial Assistance for the Project, what will be the impact on the Applicant and County/City/Town/Village?

- In the absence of the PILOT agreement, the project cannot be built. Local taxing jurisdiction will miss the opportunity to receive an increase in property taxes over the existing use of the lands.
- If the project is not built, consumers will not be offered cheaper & cleaner electricity, missing out on financial savings (usually a discount on their bills).
- Solar projects pay for grid upgrades as a part of the NYSEG's costs to provide service. These costs, paid by the project, are removed from the rate-payers burden. If the projects are not built, those upgrade costs of \$1,025,654 could be charged to rate-payers overtime instead of being paid for by the solar projects.
- Solar projects generate clean electricity, displacing generation from fossil fuel sources. If the project is not constructed, the continued use of fossil fuels will significantly add to the environmental burden - to be borne by future generations.
- Based on data extrapolated from past projects, the projects are expected to expend the equivalent of 80 jobs for 6 months during construction. This is the equivalent of 73.6 job-years. If the projects are not built, these 148,000 cumulative man-hours will not be expended.

Appendix C

From page 8: Section N) Employment and Wages:

Based on data extrapolated from past projects, the projects are expected to have millions of dollars in economic impact through wages paid during construction, lease payments and tax payments throughout the life of the projects, and savings provided to residential and commercial customers.

Construction

Data extrapolated from past projects shows that these projects are expected to expend the equivalent of 80 jobs over six months during construction. This is the equivalent of 57.7 job-years. If the projects are not built, these cumulative man-hours will not be expended and the labor workforce will not be utilized. Below is a breakdown of the labor pools expected to be utilized by the development and construction of these projects in Norwich.

115,410 hours is the equivalent of 80 jobs for 6 months during construction, or the equivalent of 57.76 job-years (40 hours/week, 50 weeks/year).

Operations

During the first year of operations, assuming competitive hourly wages, the customer acquisition activity for these projects is forecasted to expend 129,600 job hours. This is the equivalent of 64.8 job years. For the remaining 30 years of operations, activity is expected in three areas: operations and maintenance, billing and collection, and customer replacement. Portions of these functions are expected to utilize local labor. Over a 30 year operations term, these three functions are expected to total 494,640 job hours or 247.32 job years.

	Year 1	Annual
Customer acquisition	129,600 job hours or 64.8 job years	
Operations & Maintenance		6,480 job hours
Billing and Collection		6,480 job hours
Customer replacement		3,528 job hours

Appendix D: Norwich-Chenango Solar, LLC
Proposed PILOT Payment Schedule

A thirty-year PILOT is proposed with a payment of \$4,500 per MWac in year one with a 2% increase each year.

Payment amount: \$4,500 per MWac x 12 MWac = \$54,000 per year

Total PILOT payment amounts over 30 years = \$2,190,676

Year	MW	\$/Mwac	Total
1	12	\$4,500	\$54,000
2	12	\$4,590	\$55,080
3	12	\$4,682	\$56,182
4	12	\$4,775	\$57,305
5	12	\$4,871	\$58,451
6	12	\$4,968	\$59,620
7	12	\$5,068	\$60,813
8	12	\$5,169	\$62,029
9	12	\$5,272	\$63,270
10	12	\$5,378	\$64,535
11	12	\$5,485	\$65,826
12	12	\$5,595	\$67,142
13	12	\$5,707	\$68,485
14	12	\$5,821	\$69,855
15	12	\$5,938	\$71,252
16	12	\$6,056	\$72,677
17	12	\$6,178	\$74,130
18	12	\$6,301	\$75,613
19	12	\$6,427	\$77,125
20	12	\$6,556	\$78,668
21	12	\$6,687	\$80,241
22	12	\$6,820	\$81,846
23	12	\$6,957	\$83,483
24	12	\$7,096	\$85,153
25	12	\$7,238	\$86,856
26	12	\$7,383	\$88,593
27	12	\$7,530	\$90,365
28	12	\$7,681	\$92,172
29	12	\$7,835	\$94,015
30	12	\$7,991	\$95,896
		Total	\$2,190,676