

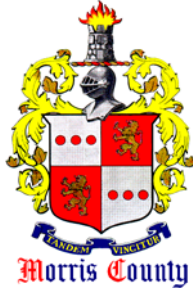
Morris County Improvement Authority

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The following is a summary of the Procurement and Construction Contract presented to the Authority, already executed by Sunlight General Morris Solar, LLC and HESP Construction, LLC:

1. The Contract price is \$6,791,743. In addition, the Authority will pay for Deck equipment and kiosks obtained by Owner for not to exceed \$178,400. Total Project cost is \$6,970,143.
2. The Contract requires Contractor to provide a Construction Performance Bond to the Authority and Owner in an amount equal to the Contract price within 5 days of the Owner providing Notice to Proceed. The Authority does not make any milestone payments to the Contractor until the Construction Performance Bond has been delivered.
3. The Contract also requires the Contractor to provide a Construction Payment Bond in an amount equal to the Contract price, to cover any payments to subcontractors.
4. Each site commences with the Owner providing a Notice to Proceed to the Contractor. There is no risk to Authority if Notice to Proceed for a site is not issued, other than a \$1,000 payment. The schedule calls for Notice to Proceed to be issued for 5 SGFs by 4/27, 2 SGFs by 6/8 and 2 SGFs by 7/8.
5. The Contract provides for a Milestone Schedule by which certain milestones in the project need to be completed – Commencement, Panel Installation, Inverter Installation and Substantial Completion. Authority and Owner have right to default Contractor if dates are missed and not cured. This allows the Owner and Authority more control in the timetable to ensure completion before year end.
6. Substantial Completion, which triggers application to JCP&L for "Permission to Operate", which is needed to make 1603 Grant applications, is scheduled as follows: 3 SGFs by 9/8, 3 SGFs by 10/8 and 3 SGFs by 11/14. There are delay and early completion payments of \$75/day/site.
7. Each SGF will be required to pass agreed to performance and production testing. If any SGF fails either test and the failure is a product of the Contractor's performance, the Contractor will remedy. In addition, Contractor is providing 60 month warranty on work. This is in addition to warranties provided by vendors, manufacturers and subcontractors.
8. There are two types of Change Orders – Change Orders for Time and Change Orders for money. Certain Change Orders for Time are automatic – If Owner does not give Notice to Proceed by dates set forth above, Contractor gets day-for-day extension on milestone and completion dates. All Change Orders for money have to be approved by Authority.
9. All Progress/Final Payment requisitions will require lien waiver certification from the subcontractors. IN addition, there is the Construction Payment Bond to protect the Authority.

10. Authority Authorized Representative, Matrix New World Engineering, represented by Tom Brys, will sign off on all work completed by Contractor to ensure construction pursuant to Design Drawings, prior to payment to Contractor.

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