

BEFORE THE FLORIDA PUBLIC SERVICE COMMISSION

In re: Petition for approval of purchased power agreement between Tampa Electric Company and Hillsborough County.

DOCKET NO. 20250036-EI  
ORDER NO. PSC-2025-0210-PAA-EI  
ISSUED: June 17, 2025

The following Commissioners participated in the disposition of this matter:

MIKE LA ROSA, Chairman  
ART GRAHAM  
GARY F. CLARK  
ANDREW GILES FAY  
GABRIELLA PASSIDOMO SMITH

NOTICE OF PROPOSED AGENCY ACTION  
ORDER APPROVING PURCHASED POWER AGREEMENT

BY THE COMMISSION:

NOTICE is hereby given by the Florida Public Service Commission that the action discussed herein is preliminary in nature and will become final unless a person whose interests are substantially affected files a petition for a formal proceeding, pursuant to Rule 25-22.029, Florida Administrative Code (F.A.C.).

**Case Background**

On February 28, 2025, Tampa Electric Company (TECO or Company) filed a petition requesting approval of a negotiated purchased power agreement (PPA or Contract) for the purchase of firm capacity and energy with Hillsborough County, Florida (Hillsborough). A copy of the PPA is attached. (Attachment A). The PPA is based on Hillsborough's Waste-to-Energy Facility (WTE Facility) located in Tampa, Florida, which is an existing 47 megawatt (MW) Qualifying Facility (QF) and is located in TECO's service territory. Hillsborough is proposing to initially sell 16 MW (with the option to sell up to 35 MW) of firm capacity and energy to TECO for a 10-year period from March 1, 2025, through February 28, 2035. According to the Company, the contract begins the later of March 2025, or when approved by the Commission, with the end date of the agreement remaining unchanged.

We have jurisdiction over this matter pursuant to Sections 366.051, 366.81, and 366.91, Florida Statutes (F.S.).

## Decision

Hillsborough proposes to sell 16 MW (with an option to sell up to 35 MW) of firm capacity and energy from its WTE Facility to TECO for ten years, commencing upon approval of the PPA by this Commission through February 28, 2035. The WTE Facility uses municipal solid waste as its primary fuel, a source of renewable energy pursuant to Section 366.91(2)(b), F.S. The price structure in the Contract has no capacity payment, but features an “all-in” \$37.00 dollars per megawatt-hour (MWh) energy rate payment with no escalation factor.

Rule 25-17.0832(3), F.A.C., states that in reviewing negotiated firm capacity and energy contracts for the purposes of cost recovery, this Commission shall consider factors relating to the contract that would impact the utility’s customers, including: the need for power by the purchasing utility and/or Florida utilities statewide; the cost-effectiveness of the contract; security provisions for early capacity payment; and, performance guarantees associated with the facility. These factors are evaluated below.

### Need for Power

Based on TECO’s 2025 Ten-Year Site Plan (TYSP), the next planned capacity addition that could be avoided is a 247 MW natural gas-fired combustion turbine with an in-service date of January 2031. Therefore, the PPA’s firm capacity of 16 MW would help avoid or defer the construction of future generation capacity for the duration of the PPA. In addition to firm capacity, the PPA would improve the Company’s fuel diversity by increasing the contribution of renewable resources. TECO is forecasted to rely upon natural gas for up to 84.3 percent of its energy during the contract period, according to its 2025 TYSP. Therefore, we find the proposed PPA will enhance TECO’s system reliability and increase its fuel diversity.

### Cost-Effectiveness

Rule 25-17.0832(3)(b), F.A.C., states, in part, that we shall consider whether the cumulative present worth of the payments to the QF are no greater than the cumulative present worth of the purchasing utility’s avoided cost of capacity and energy. This cost-effectiveness evaluation is thus based on the differential between TECO’s internal system costs under two scenarios, both with and without the PPA. In response to staff’s data request, TECO provided its cost-effectiveness analysis that estimated the net cumulative benefits of the PPA at \$3.1 million on an NPV basis using the base fuel and emission price forecasts based on a March 2025 begin date.<sup>1</sup> As mentioned previously, the effective date of the contract will be the date of our approval, which, if approved in July 2025, would result in a revised estimated net cumulative benefit of approximately \$2.9 million. In addition, TECO will receive at no cost any Renewable Energy Credits (RECs) generated by the WTE Facility from its associated energy. In response to our staff’s data request, TECO stated that if it sells any of the RECs it will pass on any revenue to ratepayers.<sup>2</sup> These potential revenues are not included in the economic evaluation of the PPA.

---

<sup>1</sup> Document No. 02880-2025, filed on April 16, 2025, in Docket No. 20250036-EI, *In re: Petition for approval of purchased power agreement between Tampa Electric Company and Hillsborough County.*

<sup>2</sup> *Id.*

### **Security Capacity Payment**

Rule 25-18.032(3)(c), F.A.C., requires us to consider security factors relating to the contract for early capacity payments. Security guarantees in the contract include provisions to ensure repayment of firm capacity and energy payment in the event that the QF fails to deliver firm capacity and energy in adherence with the terms and conditions of the contract. The Contract is slated to commence in the year 2025, and, based on TECO's 2025 TYSP, the next avoided unit is scheduled to be in-service in 2031. If the QF defaults during this time, the Contract includes a termination security table for determining compensation due to TECO. We have reviewed the security terms and conditions contained in the negotiated Contract and find them adequate to protect ratepayers.

### **Performance Guarantees**

Rule 25-17.0832(3)(d), F.A.C., requires the us to consider whether the utility's ratepayers will be protected by the contract's terms. Performance guarantees included in the contract detail how the QF is to operate and further impose financial penalties or other remedies should the QF fail to adhere to the contract's terms and conditions. The protections include a lower energy rate if Hillsborough does not provide a monthly energy availability of at least 95 percent during peak months and 90 percent during off-peak months. Also, if the Hillsborough WTE Facility has availability of less than 70 percent for any 6 months in a calendar year during the Contract, this failure will be considered a default, and TECO may recover the cost of obtaining replacement power for the balance of the contract from Hillsborough. We find the performance guarantees contained in the negotiated Contract to be adequate to protect ratepayers.

### **Other Considerations**

Section 5 of the Contract holds TECO responsible for potential transmission studies, if required, as well as for possible upgrades, if needed (although TECO would have the option to terminate the contract in lieu of incurring upgrade costs). However, as stated previously, the QF is within TECO's service territory and, therefore, TECO is the sole transmission provider. TECO was required to conduct a transmission study in order to secure the related transmission and has no plans for requesting recovery of the transmission study costs from customers. Furthermore, in response to our staff's data request, TECO stated that no transmission upgrades are required to have power delivered from the facility.<sup>3</sup>

### **Conclusion**

We find that the negotiated PPA improves TECO's fuel diversity with the addition of renewable energy and is cost-effective based on current forecasts, saving approximately \$2.9 million in NPV. Additionally, we find that the Contract has adequate security and performance guarantees to protect ratepayers in the event of a default or non-performance by Hillsborough.

---

<sup>3</sup> *Id.*

Based on the foregoing, it is

ORDERED by the Florida Public Service Commission that the negotiated purchased power agreement between Tampa Electric Company and Hillsborough County, attached hereto as Attachment A, is hereby approved.

ORDERED that the provisions of this Order, issued as a proposed agency action, shall become final and effective upon the issuance of a Consummating Order unless an appropriate petition, in the form provided by Rule 28-106.201, Florida Administrative Code, is received by the Commission Clerk, 2540 Shumard Oak Boulevard, Tallahassee, Florida 32399-0850, by the close of business on the date set forth in the "Notice of Further Proceedings" attached hereto. It is further

ORDERED that in the event this Order becomes final, this docket shall be closed.

By ORDER of the Florida Public Service Commission this 17th day of June, 2025.



---

ADAM J. TEITZMAN  
Commission Clerk  
Florida Public Service Commission  
2540 Shumard Oak Boulevard  
Tallahassee, Florida 32399  
(850) 413-6770  
www.floridapsc.com

Copies furnished: A copy of this document is provided to the parties of record at the time of issuance and, if applicable, interested persons.

JLA

NOTICE OF FURTHER PROCEEDINGS OR JUDICIAL REVIEW

The Florida Public Service Commission is required by Section 120.569(1), Florida Statutes, to notify parties of any administrative hearing that is available under Section 120.57, Florida Statutes, as well as the procedures and time limits that apply. This notice should not be construed to mean all requests for an administrative hearing will be granted or result in the relief sought.

Mediation may be available on a case-by-case basis. If mediation is conducted, it does not affect a substantially interested person's right to a hearing.

The action proposed herein is preliminary in nature. Any person whose substantial interests are affected by the action proposed by this order may file a petition for a formal proceeding, in the form provided by Rule 28-106.201, Florida Administrative Code. This petition must be received by the Office of Commission Clerk, 2540 Shumard Oak Boulevard, Tallahassee, Florida 32399-0850, by the close of business on July 8, 2025.

In the absence of such a petition, this order shall become final and effective upon the issuance of a Consummating Order.

Any objection or protest filed in this/these docket(s) before the issuance date of this order is considered abandoned unless it satisfies the foregoing conditions and is renewed within the specified protest period.

*EXECUTION VERSION*

**CONTRACT FOR THE PURCHASE OF  
CONTRACTED CAPACITY AND ASSOCIATED ENERGY**

This Contract for the Purchase of Contracted Capacity and Associated Energy from a small Qualifying Facility ("**Contract**") is made and entered into this 5th day of February 2025, (the "**Effective Date**") by and between Hillsborough County, a political subdivision of the state of Florida and the owner and/or operator of a Facility, as defined below, by and through its Board of County Commissioners, hereinafter referred to as the "**Capacity and Energy Provider**" or "**CEP**" and Tampa Electric Company, a private utility corporation organized under the laws of the State of Florida (hereinafter referred to as the "**Company**"): The CEP and the Company are also identified hereinafter individually, as a "**Party**" and collectively, as the "**Parties**".

**WITNESSETH:**

**WHEREAS**, the CEP is the owner and/or operator of a Facility; and

**WHEREAS**, the CEP desires to sell Contracted Capacity and Associated Energy, as those terms are defined below; and

**WHEREAS**, the Company desires to purchase Contracted Capacity and Associated Energy from the Facility; and

**WHEREAS**, the CEP has signed an Interconnection Agreement with the Transmission Service Provider that serves the CEP's Facility, as defined below; and

**NOW, THEREFORE**, in consideration of the mutual covenants and promises set forth herein and other good and valuable considerations, the receipt and adequacy of which are hereby acknowledged, the Parties agree as follows:

**1. Definitions:**

- (a) **Associated Energy:** "Associated Energy" shall mean the energy generated at the Facility, as defined below, by the generating source designated to supply Contracted Capacity and which is delivered to the Company at the Delivery Point, as defined below.
- (b) **Availability Adjustment:** "Availability Adjustment" shall have the meaning set forth in Section 7(a).
- (c) **Availability Guarantee:** "Availability Guarantee" shall have the meaning set forth in Section 7(a).
- (d) **Available Schedule:** "Available Schedule" shall have the meaning set forth in Section 11.
- (e) **Capacity and Energy Provider or CEP:** "Capacity and Energy Provider" or "CEP" shall have the meaning set forth in the preamble.

*EXECUTION VERSION*

- (f) **CEP Event of Default:** "CEP Event of Default" shall have the meaning set forth in Section 13(a).
- (g) **CEP Termination Payment:** "CEP Termination Payment" has the meaning set forth in Section 13(c)(iii).
- (h) **Company:** "Company" has the meaning set forth in the preamble.
- (i) **Company Event of Default:** "Company Event of Default" shall have the meaning set forth in Section 13(b).
- (j) **Company Termination Payment:** "Company Termination Payment" has the meaning set forth in Section 13(c)(ii).
- (k) **Contract:** "Contract" shall have the meaning set forth in the preamble.
- (l) **Contract Price:** "Contract Price" shall have the meaning set forth in Exhibit I.
- (m) **Contract Year:** "Contract Year" shall mean any calendar year during the Term and with respect to the first and last "Contract Year" such partial calendar year.
- (n) **Contracted Capacity:** "Contracted Capacity" shall mean sixteen (16) MW (i) that the CEP commits to reserve, make available and supply to the Company from its Facility on a firm, first call, subordinate-to-no-other-entity-or-party, must-take basis, (ii) for which the Company commits to pay the CEP, and (iii) that the CEP can increase as set forth in Section 3(b).
- (o) **Delivery Point:** "Delivery Point" shall mean the point on the Company's transmission system busbar at which the CEP shall deliver Contracted Capacity and Associated Energy via the Transmission Service Provider pursuant to a Transmission Service Agreement that shall be secured by Company as provided herein. (In effect, this is the point on the transmission system where the Company takes ownership of the power. The OASIS reservation will specify this point.)
- (p) **Delivery Period:** "Delivery Period" shall have the meaning in Section 2.
- (q) **Designated Avoided Unit:** "Designated Avoided Unit" shall mean the generating unit identified in the Appendix C, with effective date June 18, 2024, to the Company's Retail Tariff Schedule COG-2 as the Company's avoided unit, selected by CEP as the unit CEP wishes to help avoid, or defer, the cost of which is incorporated in both the pricing under this negotiated agreement and the termination payment amounts set forth in Exhibit II.

*EXECUTION VERSION*

- (r) **Eastern Prevailing Time:** “Eastern Prevailing Time” or “EPT” shall mean the time in effect in the Eastern Time Zone of the United States of America, whether Eastern Standard Time or Eastern Daylight Time.
- (s) **Effective Date:** “Effective Date” has the meaning set forth in the preamble.
- (t) **Environmental Attributes:** “Environmental Attributes” means the beneficial environmental attributes related to the Contracted Capacity and Associated Energy that would provide value or benefit, but will not create liability or detriment, which would include the beneficial attributes from (i) any and all fuel-related, emissions-related, air quality-related or other environmental-related aspects, claims, characteristics, benefits, credits, including RECs, reductions, offsets, savings, allowances, efficiencies, certificates, tags, attributes, demand reductions or similar products or rights (including all of those relating to greenhouse gases and all green certificates, green tags, renewable certificates and renewable energy credits, CO2 credits, emissions reduction credits and all those that otherwise arise or result from the generation of energy from the Facility, and all those arising or resulting from the existence of the Facility) (1) howsoever titled and whether known or unknown, (2) whether existing as of the execution date or at any time during the Term, and (3) whether such Environmental Attributes have been certified or verified under any renewable standard, including all those that could qualify or do qualify for application toward compliance with any local, state, federal green pricing program, renewable energy program, carbon reduction or greenhouse gas reduction initiative, electricity savings program, or other environmental program, incentive, mandate or objective, in each case whether voluntary or mandatory, and (ii) any environmental benefit Company otherwise would have realized from or related to the Contracted Capacity and Associated Energy if Company rather than CEP had constructed, owned or operated the Facility. Environmental Attributes do not include production, energy, or investment tax credits.
- (u) **Facility:** “Facility” shall mean the Hillsborough Solid Waste Resource Recovery Facility located in Hillsborough County, Florida, with the current physical address of 350 North Falkenburg Road, Tampa, FL 33619.
- (v) **FERC:** “FERC” shall mean the Federal Energy Regulatory Commission or any similar or successor governmental body exercising the same or equivalent jurisdiction.
- (w) **FIN 46R:** “FIN 46R” shall have the meaning set forth in Section 14(g).
- (x) **Force Majeure:** Force Majeure shall have the meaning set forth in Section 14(d).

*EXECUTION VERSION*

- (y) **FPSC:** "FPSC" shall mean the Florida Public Service Commission or any similar or successor governmental body exercising the same or equivalent jurisdiction.
- (z) **Interconnection Agreement:** "Interconnection Agreement" shall mean the agreement and associated documents by and among CEP and the Transmission Service Provider (which as of the date of this Contract is Tampa Electric Company) governing the terms and conditions of the interconnection of the Facility by which capacity and energy will be delivered during the Term of this Contract from the Facility to the Transmission Service Provider at the Interconnection Point, which allows for receipt of Contracted Capacity and Associated Energy by Company.
- (aa) **Interconnection Point:** "Interconnection Point" shall mean the plant busbar connection to the high side of the Facility's step-up transformer(s) where capacity and energy shall be delivered to the Transmission Service Provider that serves the Facility, from which the CEP will transmit Contracted Capacity and Associated Energy to Company. The Interconnection Point shall be specified in detail in the Interconnection Agreement.
- (bb) **Interest Rate:** "Interest Rate" shall mean, for any date, the lesser of (a) the per annum rate of interest equal to the prime lending rate as may from time to time be published in *The Wall Street Journal* under "Money Rates" on such day (or if not published on such day on the most recent preceding day on which published), plus two percent (2%) and (b) the maximum rate permitted by applicable law.
- (cc) **MW:** "MW" shall mean megawatt.
- (dd) **MWh:** "MWh" shall mean megawatt hours.
- (ee) **Non-Dispatched Capacity:** "Non-Dispatched Capacity" shall mean the amount of Contracted Capacity that the Company cannot receive during any given hour, due to an emergency condition, including interruptions on the Company's transmission system; any events or circumstances necessitating the maintenance of the reliability and integrity of any part of the Company's system; events or circumstances necessitating the prevention of the endangerment of life or property; events or circumstances necessitating the prevention of significant disruption of electric service to the Company's customers; or requests by the state's reliability coordinator or bulk power system balancing agent in efforts to maintain electric grid stability.
- (ff) **Non-Dispatched Energy:** "Non-Dispatched Energy" shall mean the energy associated with Non-Dispatched Capacity and which the Company declines to accept during any given hour, due to the reasons stated in the definition of Non-Dispatched Capacity.

*EXECUTION VERSION*

- (gg) **Non-Planned Maintenance Months:** “Non-Planned Maintenance Months” shall have the meaning set forth in Section 10(c).
- (hh) **Party or Parties:** “Party” or “Parties” shall have the meaning set forth in the preamble.
- (ii) **Performance Security:** “Performance Security” shall have the meaning set forth in Section 8.
- (jj) **Planned Maintenance:** “Planned Maintenance” shall mean any scheduled or planned maintenance of the Facility, and the production of Associated Energy from the Facility, that would lead to an outage of the Facility and shall be scheduled in accordance with Section 10.
- (kk) **Product:** “Product” shall mean the Contracted Capacity, Associated Energy, any other ancillary services required to facilitate the delivery of power over the transmission system, and Environmental Attributes associated with the Contracted Capacity and Associated Energy purchased hereunder.
- (ll) **Qualifying Facility:** “Qualifying Facility” shall mean a cogeneration facility, or small power production facility, that satisfies the definition of, and qualifies as, a Qualifying Facility in accordance with the provisions of Subpart B of Subchapter K, Part 292 of Chapter I, Title 18, Code of Federal Regulations (C.F.R.), promulgated by the FERC, as the same may be amended from time to time, and must be “new capacity” pursuant to the Public Utilities Regulatory Policies Act of 1978 (PURPA), construction of which began on or after November 9, 1978.
- (mm) **Renewable Energy Credits or RECs:** “Renewable Energy Credits” or “RECs” means any and all credits, including any emissions reduction credits, such as CO2 emission reduction credits, for renewable energy that could qualify or does qualify for application toward compliance with any local, state, federal or international renewable energy portfolio standard, green pricing program or other renewable energy or environmental mandate or objective at any time during the Term.
- (nn) **Renewable Generating Facility:** “Renewable Generating Facility” shall mean a generating facility that satisfies the definition of, and qualifies as, a renewable generating facility in accordance with the provisions of Section 366.91, Florida Statutes, and Rule 25-17.210 (1), F.A.C.
- (oo) **Replacement Cost:** “Replacement Cost” means (a) with respect to Company, the costs incurred by Company, acting in a commercially reasonable manner, to purchase at the Delivery Point or through its transmission system interface with a third-party Transmission Service Provider a replacement for the Product over the remainder of the Delivery Period, plus the costs incurred by Company in purchasing such substitute Product and any additional transmission charges reasonably incurred at the

*EXECUTION VERSION*

Delivery Point or to a Company transmission system interface with a third-party Transmission Service Provider; provided, that if no replacement is obtained, then the termination payment amount set forth on Exhibit II for such Contract Year will be utilized for this calculation; and (b) with respect to CEP, the costs incurred by CEP, acting in a commercially reasonable manner, to sell at the Delivery Point the Product over the remainder of the Delivery Period, plus the costs incurred by CEP in entering into an arrangement with a substitute purchaser and any additional transmission charges reasonably incurred at the Interconnection Point or any other Transmission Service Provider transmission system interface; provided, if no replacement is obtained, then the Transmission Service Provider "as-available" energy price will be utilized for this calculation. In either event, the Party making the determination will provide reasonable evidence to the other Party of the Replacement Cost determined hereunder. In the event the Transmission Service Provider "as-available" energy price is utilized, the calculation shall be the net present value for all future years.

- (pp) **Sales Price:** "Sales Price" means the price at which CEP, acting in a commercially reasonable manner, resells from the Facility Contracted Capacity and Associated Energy not received by Company; provided, if no replacement is obtained, then the Transmission Service Provider "as-available" energy price will be utilized for this calculation. In any event, CEP shall provide reasonable evidence of the Sales Price as so determined hereunder.
- (qq) **SEC:** "SEC" shall have the meaning set forth in Section 14(g).
- (rr) **Term:** "Term" shall have the meaning set forth in Section 2.
- (ss) **Third-Party Transmission Services:** "Third-Party Transmission Services", if applicable, shall mean the firm or non-firm transmission service(s) and ancillary services required to transmit power across a transmission provider's system other than that of the Transmission Service Provider.
- (tt) **Transmission Service Agreement:** "Transmission Service Agreement" shall mean the contract by which Company shall obtain transmission services from Transmission Service Provider to transmit Associated Energy from the Facility to the Company's transmission system at the Delivery Point.
- (uu) **Transmission Service Provider:** "Transmission Service Provider" means the owner of the transmission system related to the Facility (and interconnection provider under the Interconnection Agreement) and counterparty to the Transmission Service Agreement, which as of the date of this Contract is Tampa Electric Company, but would include any successor thereto by name change, operation or law or otherwise permitted.

*EXECUTION VERSION*

- (vv) **TSP Disconnect Event:** "TSP Disconnect Event" shall mean any event in which the Transmission Service Provider requires CEP to disconnect the Facility from its transmission system.
2. **Term:** This Contract shall commence immediately upon its execution by the Parties and shall terminate at 12:00 A.M. on March 1, 2035 ("**Term**"). The delivery of Contracted Capacity and Associated Energy shall be from 12:00 A.M. March 1, 2025, through 11:59 P.M. February 28, 2035 ("**Delivery Period**"). The beginning of the Term and effectiveness of this Contract is subject to Company receiving unconditional approval from the FPSC, FERC and any other governmental entity necessary to approve this Contract and that pursuant to any such approvals Company shall not be disallowed from, and shall have full allowance for, recovering all costs associated with this Contract and the payments by Company hereunder.
3. **Company's Capacity and Energy Purchase Commitment:**
- (a) The Company agrees to purchase all Contracted Capacity and Associated Energy, excluding Non-Dispatched Energy, generated at the Facility and provided to the Company at the Delivery Point by the CEP pursuant to this Contract, excluding the amount of capacity and energy consumed by the Facility's station service equipment (such as generator auxiliaries, emissions control and monitoring equipment, fuel handling equipment, etc.) and all transmission system losses incurred by the CEP to effect delivery of Contracted Capacity and Associated Energy to the Delivery Point, except as otherwise provided herein. The Parties agree that the sale of Contracted Capacity and Associated Energy includes the sale and transfer of all Environmental Attributes associated therewith at no cost. If Company fails to receive Associated Energy at the Delivery Point (other than an event excused hereunder, including Force Majeure), then Company shall pay to CEP on the date payment would otherwise be due in respect of the month in which such failure occurred, an amount for such deficiency equal to the positive difference, if any, obtained by subtracting the Sales Price from the Contract Price. For clarity, the amount of Contracted Capacity and Associated Energy will be metered at the Delivery Point.
- (b) Through December 31, 2029 of the Delivery Period, CEP, upon providing Company with three-month's prior notice, has the option to increase the Contracted Capacity in whole MW up to a total of 35 MW. The price for Associated Energy remains the same as identified in Exhibit I. Any increase in Contracted Capacity would be effective on the first day of an upcoming month, would remain in place through the balance of the Delivery Period, and is contingent upon the Company securing the applicable firm transmission service(s) and ancillary services to allow for receipt of the incremental Contracted Capacity to Company at the Delivery Point.
4. **Non-Dispatched Capacity and Non-Dispatched Energy Restriction:** To the extent that there is Non-Dispatched Capacity and Non-Dispatched Energy during a

*EXECUTION VERSION*

given hour, such Non-Dispatched Capacity and Non-Dispatched Energy may be sold as "as-available" energy by CEP and/or to third parties.

5. **Responsibilities for Interconnection Service and Transmission Service:** It is the responsibility of the CEP to request and secure the required interconnection service from the Transmission Service Provider that serves the CEP's Facility, and CEP shall be responsible to arrange and pay to interconnect the Facility to the Transmission Service Provider and any other interconnection costs related to the Facility, including any telemetering equipment needed to account for the dynamic scheduling of Associated Energy from the Facility (which shall be the sole cost and expense of CEP). With respect to the Transmission Service Agreement, it is the responsibility of Company to satisfy the Transmission Service Provider's Open Access Transmission Tariff requirements and/or all non-FERC jurisdictional transmission service agreements required to deliver Contracted Capacity and Associated Energy to the Company, as applicable, in a timely manner to satisfy the provisions of this Contract. The transmission reservation will be for a capacity at the Interconnection Point to account for line losses, if applicable, and allows for receipt of Contracted Capacity to Company at the Delivery Point.

More specifically with respect to the Transmission Service Agreement, if Transmission Service Provider requires a transmission study prior to confirming the transmission reservation under the Transmission Service Agreement, Company (at its own expense and without passing through to CEP) will pay for such study. If such study identifies unexpected costs, such as transmission and/or distribution system upgrades (or other affected system costs) required to facilitate the delivery of energy under this Contract, Company shall, in its sole discretion, have the option to (a) pay such costs for its own account (without passing through to CEP); or (b) terminate this Contract; provided, that CEP shall have the right to pay for such additional costs in order to not have the Contract terminate, with the acceptable means by which the CEP will pay for such costs to be determined by the Parties. If the Contract is so terminated, neither Party will have any further obligations hereunder.

6. **Payment and Billing:**

- (a) The calendar month shall be the standard period for all payments under this Contract (other than any CEP Termination Payment or Company Termination Payment, as applicable). As soon as practicable after the end of each month, Company will render to the CEP a purchase statement for the payment obligations, if any, incurred hereunder during the preceding month. The Company agrees to pay the CEP for Product delivered to the Company at the Delivery Point at the rates set forth on Exhibit I, which payments shall be fixed for the applicable Contract Years and not subject to escalation (as set forth in the purchase statement provided by Company to CEP pursuant to this Section 6).
- (b) All purchase statements under this Contract shall be due and payable in accordance with each Party's purchase statement instructions (e.g., wiring

*EXECUTION VERSION*

instructions) on or before the later of the twentieth (20th) day of each month, or tenth (10th) day after receipt of the purchase statement or, if such day is not a business day, then on the next 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 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.

- (c) A Party may, in good faith, dispute the correctness of any purchase statement or any adjustment to a purchase statement, rendered under this Contract or adjust any purchase statement for any arithmetic or computational error within twelve (12) months of the date the purchase statement, or adjustment to a purchase statement, was rendered. In the event a purchase statement or portion thereof, or any other claim or adjustment arising hereunder, is disputed, payment of the undisputed portion of the purchase statement shall be required to be made when due, with notice of the objection given to the other Party. Any purchase statement dispute or purchase statement 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 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 a purchase statement is waived unless the other Party is notified in accordance with this Section 6(c) within twelve (12) months after the purchase statement is rendered or any specific adjustment to the purchase statement is made.
- (d) The Parties hereby agree that they shall discharge mutual debts and payment obligations due and owing to each other on the same date through netting, in which case all amounts owed by each Party to the other Party for the purchase and sale of the Product during the monthly billing period under this Contract, interest, and payments or credits, shall be netted so that only the excess amount remaining due shall be paid by the Party who owes it.
- (e) If no mutual debts or payment obligations exist and only one Party owes a debt or obligation to the other during the monthly billing period, including, but not limited to, interest, and payments or credits, that Party shall pay such sum in full when due.
- (f) With respect to CEP, the Parties agree to recognize that this Section 6 is subject to Florida's Prompt Payment Act (Florida Statutes Sections 218.70-

*EXECUTION VERSION*

218.80) and allows CEP, for all purposes of this Section 6, forty-five (45) days after receipt of any purchase statement, as applicable, to make payment, including interest.

**7. Availability:**

- (a) **Availability Guarantee and Availability Adjustment:** During the Delivery Period, CEP guarantees that the Facility shall be 95.0% available during the months of January, February, June, July, August, September, October and December and 90.0% available during the months of March, April, May and November ("**Availability Guarantee**"). During the Delivery Period, the ("**Availability Adjustment**") shall be calculated for each month and rounded to the nearest 0.1% as follows:

$$AA = (AG - AED/EED) * 2 * AEP$$

WHERE:

- AA = Availability Adjustment  
AG = Availability Guarantee applicable to such month  
AED = Actual Energy Delivered from the Facility to the Delivery Point  
EED = the maximum Expected Energy Delivered, calculated as Contracted Capacity multiplied by the total hours in the applicable month (less any Non-Dispatched Energy in such month and less any MWh not produced due to Planned Maintenance or Force Majeure)  
AEP = Associated Energy Payment, which is the unadjusted Contract Price

The Availability Adjustment multiplied by the applicable Associated Energy will be included as a reduction in the purchase statement from Company to CEP as set forth in Section 6. If the above calculation leads to a negative number, then the Availability Adjustment shall be zero. illustrative examples of these calculations are set forth on Exhibit I.

The calculation of AED divided by EED (i.e., AED/EED) computes the CEP's actual availability. For the purposes of the Availability Adjustment, the CEP's actual availability has a floor of 55.0%.

CEP has the right in this Contract to overgenerate (i.e., deliver to the Company an hourly amount above the Contracted Capacity) between the eight (8) hours of 2 PM to 10 PM daily ("**Overgeneration Period**") up to a total of 35 MW per hour, and such overgeneration will be at the Contract Price. The company will price any overgeneration above the 35 MW level in accordance with its as-available tariff. The Company will include the overgeneration as part of the CEP's Actual Energy Delivered when calculating the Availability Adjustment above, with MW for calculating EED

*EXECUTION VERSION*

remaining the Contracted Capacity. Any hourly energy delivery above the Contracted Capacity outside of the Overgeneration Period that CEP delivers to the Company will apply to the Company's as-available tariff.

- (b) At any time during the Term of this Contract that CEP is unable to deliver energy from the Facility, and such event is not due to Planned Maintenance or Force Majeure, CEP, in its discretion, may deliver replacement energy to Company from a third-party source as a replacement for the Product contemplated under this Contract; provided, however in such instance, the replacement energy must be generated by a Renewable Generating Facility. In this event, CEP shall be responsible for: (i) arranging delivery from such third-party source to the Delivery Point or Company's transmission interface with a third-party Transmission Service Provider; and (ii) all associated transmission charges, line losses, service charges, and other applicable fees and costs necessary for the delivery of all or any of the replacement energy from the third-party source. Delivered third-party energy must include the identical Environmental Attributes as energy provided from the Facility, and Company must receive ownership of the identical Environmental Attributes the same as if Company had received the Associated Energy from the Facility. Company must be able to secure the transmission service on its system to receive the replacement energy.

8. **Performance Security Guarantees:** The Parties require certain security guarantees from each other to ensure performance under this Contract in order to protect their respective interests in the event the other Party fails to comply with the terms in this Contract, which shall be in form and substance as described herein. In any Contract Year, if (i) with respect to Company, Company does not maintain a minimum Moody's senior unsecured investment credit rating of Baa3 and a minimum Standard & Poor's senior unsecured investment credit rating of BBB-, or (ii) with respect to CEP, CEP does not maintain a minimum Moody's senior unsecured investment credit rating of Baa3 and a minimum Standard & Poor's senior unsecured investment credit rating of BBB-, that Party shall provide security, whether in the form of cash, letter of credit, security bond, or other form of collateral acceptable to the other Party, which shall equal the product of \$200,000 per month and the lesser of twelve (12) months or remaining months of the Term (the "Performance Security").

9. **Reserved.**

10. **Production and Maintenance Schedule:** During the Term, the CEP agrees to the following:

- (a) The CEP shall provide the Company in writing prior to June 1st of each calendar year an estimate of the amount of electricity to be generated by the Facility and delivered to the Company for each month of the following calendar year, including a tentative schedule of the time, duration and magnitude of any Planned Maintenance of the Facility or reductions to the

*EXECUTION VERSION*

amount of Contracted Capacity that the CEP can make available at the Delivery Point. CEP shall use commercially reasonable efforts to schedule Planned Maintenance during the months of March, April, May, October and November. CEP shall notify the Company ninety (90) days prior to any Planned Maintenance of the Facility to confirm such schedule, and CEP agrees to use commercially reasonable efforts to comply with such schedule. CEP shall promptly notify the Company of any changes to the Planned Maintenance schedule, subject to the restrictions provided in subsection (b) below.

- (b) During the Delivery Period, the Facility has two (2) turbines and may have up to one (1) major turbine overhaul outage for each of its currently operating turbines (such outages anticipated to be in years 2031 and 2032); it being understood between the Parties that such outage is on an anticipated seven (7) year schedule. CEP will use all commercially reasonable efforts to comply with this schedule; however, the Parties acknowledge such schedule is subject to change. Such outage will be included in the Planned Maintenance scheduling set forth in subsection (a) above. The calculation of EED for availability in Section 7 will be reduced by the actual amount of Planned Maintenance (i) up to sixty-five (65) days in all years without a major turbine overhaul outage; and (ii) up to eighty-five (85) days of Planned Maintenance during the year in which a major turbine overhaul outage is conducted, which shall be applied in the month in which the Planned Maintenance occurs; provided, that if the Planned Maintenance exceeds the days provided above, such additional days shall not reduce EED as provided herein.
- (c) By July 1st of each calendar year, the Company shall notify the CEP in writing whether the requested scheduled maintenance period(s) for the Facility per Section 10(a) are acceptable; provided, if any Planned Maintenance is scheduled in months other than March, April, May, October and November ("**Non-Planned Maintenance Months**"), Company shall have sole discretion to object to such schedule. If the Company cannot accept any of the period(s) requested during Non-Planned Maintenance Months, the Company shall advise the CEP of the time period closest to the requested period(s) when the outage(s) can be scheduled; provided, the Parties agree to meet to seek to finalize a mutually acceptable Planned Maintenance schedule. Once the schedule has been established and approved, either Party requesting a subsequent change in such schedule, except when such event is due to Force Majeure, must obtain approval for such change from the other Party. Such approval shall not be unreasonably withheld or delayed.
- (d) During the Term, the CEP will contract with or employ a qualified Facility operator. The CEP shall ensure that operating personnel are on duty at all times, twenty-four (24) clock hours per calendar day and seven (7) calendar days per week.

*EXECUTION VERSION*

- (e) The CEP shall promptly update the yearly generation schedule and maintenance schedule of the Facility as soon as any change to such schedules are determined to be necessary.
  - (f) The CEP shall comply with reasonable requirements of the Company regarding day- to-day or hour-by-hour communications between the Parties relative to the performance of this Contract.
- 11. Availability Procedure:** Commencing on the calendar day prior to the beginning of the Delivery Period, and continuing each calendar day thereafter during the Delivery Period, by 7:00 A.M. EPT, Company shall assume an hourly schedule from the CEP equal to the Contracted Capacity per hour; provided the CEP shall electronically transmit to the Company an hourly schedule for the next calendar day of the Contracted Capacity and Associated Energy to be delivered during the days CEP forecasts the energy delivery per hour to be any value less than the Contracted Capacity. The hourly schedule shall be for the entire calendar day, including what hours CEP cannot provide such Contracted Capacity and Associated Energy during the next day ("**Available Schedule**"). The CEP's Available Schedule for Fridays will include Saturday, Sunday, and Monday schedules. The CEP's Available Schedule during holiday periods will be similarly adjusted to include the holiday period.
- 12. Environmental Attributes:** The Parties agree that Company's purchase of Contracted Capacity and Associated Energy covered by this Contract includes all Environmental Attributes associated therewith at no cost.
- 13. Default:**
- (a) The CEP shall be in default ("**CEP Event of Default**") under this Contract if it:
    - (i) is dissolved (other than pursuant to a consolidation, amalgamation or merger); or
    - (ii) becomes insolvent or is unable to pay its debts or fails or admits in writing its inability generally to pay its debts as they become due; or
    - (iii) makes a general assignment, arrangement or composition with or for the benefit of its creditors; or
    - (iv) institutes or has instituted against it a proceeding seeking a judgment of insolvency or bankruptcy or any other relief under any bankruptcy or insolvency law or other similar law affecting creditors' rights, or a petition is presented for its winding-up or liquidation, and, in the case of any such proceeding or petition instituted or presented against it, such proceeding or petition (a) results in a judgment of insolvency or bankruptcy or the entry of an order for relief or the making of an order for its winding-up or

*EXECUTION VERSION*

liquidation or (b) is not dismissed, discharged, stayed or restrained in each case within thirty (30) days of the institution or presentation thereof; or

- (v) seeks or becomes subject to the appointment of an administrator, provisional liquidator, conservator, receiver, trustee, custodian or other similar official for it or for all or substantially all its assets; or
- (vi) has a secured party take possession of all or substantially all its assets or has a distress, execution, attachment, sequestration or other legal process levied, enforced or sued on or against all or substantially all its assets and such secured party maintains possession, or any such process is not dismissed, discharged, stayed or restrained, in each case within thirty (30) days thereafter;
- (vii) fails to perform in accordance with Section 8;
- (viii) fails to achieve an availability of seventy percent (70%) for any six (6) months in total in a given Contract Year.
- (ix) fails to comply with Section 14(f) in connection with an attempted assignment of this Contract.
- (x) fails to pay Company any undisputed amount payable by CEP to Company pursuant to this Contract by the due date (including with respect to failure to meet the Availability Guarantee) and CEP fails to cure such failure to pay within forty-five (45) days after receipt of written demand from Company.
- (xi) made any representation, warranty, or covenant hereunder that proves to be incorrect in any material respect when made, unless the CEP promptly commences and diligently pursues action to cause such representation, warranty, or covenant to become true in all material respects and does so within thirty (30) days after written notice thereof has been given to CEP by Company (unless such cure is not capable of being effected within such thirty (30) day period, in which case CEP will have an additional thirty (30) day period in which to perform such cure) and such cure removes any material adverse effect on Company of such representation, warranty, or covenant having been incorrect.
- (xii) fails to perform or comply with any other material term or condition of this Contract, other than those listed above, which failure continues for thirty (30) days after written notice from Company.

*EXECUTION VERSION*

- (b) The Company shall be in default ("**Company Event of Default**") under this Contract if it:
- (i) fails to pay CEP any undisputed amount payable by Company to CEP pursuant to this Contract by the due date, and Company fails to cure such failure to pay within forty-five (45) days after receipt of written demand from CEP.
  - (ii) fails to perform or comply with any other material term or condition of this Contract, other than as provided in Section 13(b)(i) above which failure continues for thirty (30) days after written notice from CEP.
- (c) **Default Remedy:**
- (1) If Company has the right to terminate this Contract due to a CEP Event of Default, the following shall apply:
- (i) If CEP defaults pursuant to Section 13(a)(viii) of this Contract, after receipt of such notice of termination from Company, CEP shall have the right to an additional cure period of three (3) consecutive months (including the month in which the notice is given) following such notice to cause the Facility to meet at least seventy percent (70%) availability over such three (3) month period; provided, if CEP fails to achieve such result, CEP shall have an additional ninety (90) days to secure a replacement of the Product to be delivered pursuant to the terms of this Contract at the Delivery Point or the Company's transmission interface with a third-party Transmission Service Provider for the remainder of the Delivery Period. The terms and conditions of such replacement Product shall be the same as provided herein and subject to the approval of Company.
  - (ii) If CEP does not choose or fails to cure pursuant to subsection (i) above, Company will be entitled to immediately terminate this Contract and recover from CEP all amounts then owed by CEP to Company under this Contract and recover from CEP the Company's Replacement Cost less the value of this Contract to Company over the remainder of the Delivery Period (determined in a commercially reasonable manner) ("**Company Termination Payment**"). Any purchase statement that includes such Company Termination Payment shall include a written statement explaining in reasonable detail the calculation of such amount.
  - (iii) If CEP terminates this Contract due to a Company Event of Default, CEP will be entitled to recover from Company all amounts then owed by Company to CEP under this Contract and

*EXECUTION VERSION*

recover from Company the positive difference, if any, between the value of this Contract to CEP over the remainder of the Delivery Period (determined in a commercially reasonable manner) and the CEP Replacement Cost (the "**CEP Termination Payment**"). Any purchase statement that includes such CEP Termination Payment shall include a written statement explaining in reasonable detail the calculation of such amount.

**14. General Provisions:**

- (a) **Permits:** The CEP hereby agrees to seek to obtain any and all governmental permits, certifications, or other authority the CEP is required to obtain as a prerequisite to engaging in the activities provided for in this Contract. The Company hereby agrees to seek to obtain any and all governmental permits, certifications or other authority the Company is required to obtain as a prerequisite to engaging in the activities described in this Contract.
- (b) **Indemnification:** The Company and the CEP shall each be responsible for its own facilities in ensuring adequate safeguards for other Company customers, the Company and CEP personnel and equipment, and for the protection of its own generating system. To the extent permitted by law, the Company and the CEP shall each indemnify and save the other harmless from any and all claims, demands, costs, or expense for loss, damage, or injury to persons or property of the other caused by, arising out of, or resulting from:
  - (i) any act or omission by a Party or that Party's contractors, agents, servants and employees in connection with the installation or operation of that Party's generation system or the operation thereof in connection with the other Party's system; and
  - (ii) any defect in, failure of, or fault related to a Party's generation system; and
  - (iii) the negligence of a Party or negligence of that Party's contractors, agents, servants and employees.
- (c) **Insurance:** On or before the Effective Date, the CEP shall deliver to the Company proof of all insurance CEP maintains on the Facility per its operating agreements, which insurance shall be adequate for the operation and maintenance of the Facility. If reasonably requested after the Effective Date, CEP shall deliver such proof of insurance as soon as reasonably practicable. CEP shall pay all premiums and other charges due on said policies and keep its policies in full force and effect during the Term.
- (d) **Force Majeure:** If either Party shall be unable, by reason of Force Majeure, to carry out its obligations under this Contract, either wholly or in part, the Party so failing shall give written notice and full particulars of such cause or

*EXECUTION VERSION*

causes to the other Party as soon as possible after the occurrence of any such cause; and such obligations shall be suspended during the continuance of such hindrance, which, however, shall be remedied with all possible dispatch. The term ("**Force Majeure**") shall be taken to mean all acts of God, strikes, lockouts or other industrial disturbances at the manufacturing site of the major equipment components or the construction site, wars, blockades, insurrections, riots, arrests and restraints of rules and people, pandemics, explosions, fires, floods, lightning, wind, perils of the sea, accidents to equipment or machinery or similar occurrences, and shall specifically include a TSP Disconnect Event and any interruption or curtailment of firm transmission service by Transmission Service Provider to the Delivery Point; provided, however that no occurrence may be claimed to be a Force Majeure occurrence if it is caused by the negligence or lack of due diligence on the part of the Party attempting to make such claim and specifically does not include interruption in fuel supply (but does include interruption of fuel transportation); provided, however, Force Majeure shall include an interruption in fuel supply that is due to a transportation failure by a third party that would otherwise constitute a Force Majeure (and such failure could not be prevented or mitigated by the commercially reasonable actions of CEP or said third party). The CEP agrees to pay the costs necessary to reactivate the Facility and/or the interconnection with the Transmission Service Provider system if the same are rendered inoperable due to actions of the CEP, its agents, or Force Majeure events affecting the Facility or the interconnection with Transmission Service Provider. If CEP is the claiming party, Force Majeure does not include any action taken by CEP in its governmental capacity.

(e) **Representations, Warranties, and Covenants of the CEP:**

The CEP represents and warrants that as of the date this Contract is executed:

- (i) **Organization, Standing and Qualification:** The CEP is a political subdivision of the State of Florida duly organized and validly existing in good standing under the laws of and has all necessary power and authority to carry on its business as presently conducted, to own or hold under lease its properties and to enter into and perform its obligations under this Contract and all other related documents and agreements to which it is or shall be a Party. The CEP is duly qualified or licensed to do business in the State of Florida and in all other jurisdictions wherein the nature of its business and operations or the character of the properties owned or leased by it makes such qualification or licensing necessary and where the failure to be so qualified or licensed would impair its ability to perform its obligations under this Contract or would result in a material liability to or would have a material adverse effect on the Company.

*EXECUTION VERSION*

- (ii) **Due Authorization, No Approvals, No Defaults, etc.:** Each of the execution, delivery and performance by the CEP of this Contract has been duly authorized by all necessary action on the part of the CEP, does not require any approval, except as has been heretofore obtained, of the Board of County Commissioners, of the CEP or any consent of or approval from any trustee, lessor or holder of any indebtedness or other obligation of the CEP, except for such as have been duly obtained, and does not contravene or constitute a default under any law, or any agreement, judgment, injunction, order, decree or other instrument binding upon the CEP, or subject the Facility or any component part thereof to any lien other than as contemplated or permitted by this Contract.
- (iii) **Compliance with Laws:** The CEP has knowledge of all laws and business practices that must be followed in performing its obligations under this Contract. The CEP is in compliance with all laws, except to the extent that failure to comply therewith would not, in the aggregate, have a material adverse effect on the CEP or the Company. By entering into this Contract, the CEP represents and warrants that Facility is a Qualifying Facility and a Renewable Generating Facility and confirms such representation and warranty with the signature of the CEP's authorized representative on this Contract.

CEP warrants and covenants that with respect to its contractual obligations hereunder and performance thereof, it will not claim immunity on the grounds of sovereignty or similar grounds with respect to itself or its revenues or assets from (a) suit, (b) jurisdiction of court, (c) relief by way of injunction, order for specific performance or recovery of property, (d) attachment of assets, or (e) execution or enforcement of any judgment.

In addition, CEP warrants continuing throughout the Term as follows: (i) entry into and performance of this Contract by CEP are for a proper public purpose within the meaning of any applicable law, (ii) the Term does not extend beyond any applicable limitation imposed by any applicable law, and (iii) CEP's obligations to make payments hereunder are unsubordinated obligations and such payments are otherwise not subject to any prior claim under any and all bond ordinances or indentures to which it is a party, all other relevant constitutional, organic or other governing documents and applicable law and are available without limitation or deduction to satisfy all CEP's obligations hereunder.

*EXECUTION VERSION*

- (iv) **Governmental Approvals:** Except as expressly contemplated herein, neither the execution and delivery by the CEP of this Contract, nor the consummation by the CEP of any of the transactions contemplated thereby, requires the consent or approval of, the giving of notice to, the registration with, the recording or filing of any document with, or the taking of any other action in respect of governmental authority, except in respect of permits (a) which have already been obtained and are in full force and effect or (b) are not yet required (and with respect to which the CEP has no reason to believe that the same will not be readily obtainable in the ordinary course of business upon due application therefore).
- (v) **No Proceedings:** There are no actions, suits, proceedings or investigations pending or, to the knowledge of the CEP, threatened against it at law or in equity before any court or tribunal of the United States or any other jurisdiction which individually or in the aggregate could result in any materially adverse effect on the CEP's business, properties, or assets or its condition, financial or otherwise, or in any impairment of its ability to perform its obligations under this Contract. The CEP has no knowledge of a violation or default with respect to any law which could result in any such materially adverse effect or impairment. CEP 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.
- (f) **Assignment:** The Company and the CEP shall have the right to assign its benefits under this Contract but shall not have the right to assign its obligations and duties without the other Party's prior written consent and such consent shall not be unreasonably withheld; provided, however, that the Company will not need to obtain the consent of the CEP of an assignment or other transfer of this Agreement to the purchaser of all or substantially all of the assets of the Company, provided the transferee of the assets continues to operate as a utility under the jurisdiction of the Florida Public Service Commission.
- (g) **Disclaimer:** In executing this Contract, the Company does not, nor should it be construed, to extend its credit or financial support for the benefit of any third parties lending money to or having other transactions with the CEP or any assignee of this Contract.
- (h) **Notification:** For purposes of making any and all non-emergency oral and written notices, payments or the like required under the provisions of this Contract, the Parties designate the following to be notified or to whom payment shall be sent until such time as either Party furnishes the other Party written instructions changing such designate.

*EXECUTION VERSION*

For the CEP:

Hillsborough County Solid Waste Director  
332 N Falkenburg Rd.  
Tampa, Florida 33619

with a copy to:

Hillsborough County Attorney  
601 E. Kennedy Blvd  
Tampa, Florida 33602

For the Company:

Tampa Electric Company  
Attention: Director, Origination & Trading  
P.O. Box 111  
Tampa, Florida 33601

with a copy to:

Tampa Electric Company  
Attention: Associate General Counsel  
P.O. Box 111  
Tampa, Florida 33601

- (i) **Governing Law and Jurisdiction:** This Contract shall be governed by and construed and enforced in accordance with the laws, rules, and regulations of the State of Florida and the Company's Tariff as may be modified, changed, or amended from time to time. Any action brought under this Contract or with respect to any claim arising from the subject matter thereof shall be brought and heard in a state court of competent jurisdiction at Hillsborough County. If the claim(s) that form the basis for any such action must be adjudicated in federal court, then venue for that action shall be in the United States District Court for the Middle District of Florida, Tampa Division.
- (j) **Waiver of Jury Trial:** Each Party waives, to the fullest extent permitted by applicable law, any and all rights it may have to a trial by jury in respect of any suit, action or proceeding relating to this Contract.
- (k) **Severability:** If any part of this Contract, for any reason, be declared invalid, or unenforceable by a court or public authority of appropriate jurisdiction, then such decision shall not affect the validity of the remainder of this Contract, which remainder shall remain in force and effect as if this Contract

*EXECUTION VERSION*

had been executed without the invalid or unenforceable portion and provided, further, that if any such event occurs, the Parties shall use their best efforts to reform this Contract in order to give effect to the original intention of the Parties.

- (l) **Complete Contract and Amendments:** All previous communications or agreements between the Parties, whether verbal or written, with reference to the subject matter of this Contract are hereby abrogated. No amendment or modification to this Contract shall be binding unless it shall be set forth in writing and duly executed by both Parties to this Contract.
- (m) **Survival of Contract:** This Contract, as it may be amended from time to time, shall be binding and inure to the benefit of the Parties' respective successors-in-interest and legal representatives.
- (n) **Record Retention:** The CEP agrees to retain for a period of five (5) years from the date of termination hereof all records relating to the performance of its obligations hereunder, and to cause all CEP entities to retain for the same period all such records.
- (o) **No Waiver:** No waiver of any of the terms and conditions of this Contract shall be effective unless in writing and signed by the Party against whom such waiver is sought to be enforced. Any waiver of the terms hereof shall be effective only in the specific instance and for the specific purpose given. The failure of a Party to insist, in any instance, on the strict performance of any of the terms and conditions hereof shall not be construed as a waiver of such Party's right in the future to insist on such strict performance.
- (p) **Set-off:** The Company may at any time, but shall be under no obligation to, set off any and all sums due from the CEP against sums due to the CEP hereunder.
- (q) **Assistance With the Company FIN 46R Compliance:** Accounting rules set forth in Financial Accounting Standards Board Interpretation No. 46 (Revised December 2003) ("**FIN 46R**"), as well as future amendments and interpretations of those rules, may require the Company to evaluate whether the CEP must be consolidated, as a variable interest entity (as defined in FIN 46R), in the financial statements of the Company. The CEP agrees to fully cooperate with the Company and make available to the Company all financial data and other information, as deemed necessary by the Company, to perform that evaluation on a timely basis at inception of this Contract and periodically as required by FIN 46R. If the result of the evaluation under FIN 46R indicates that the CEP must be consolidated in the financial statements of the Company, the CEP agrees to provide financial statements, together with other required information, as determined by the Company, for inclusion in disclosures contained in the footnotes to the financial statements and in the Company's required filings with the Securities and Exchange

*EXECUTION VERSION*

Commission ("**SEC**"). The CEP shall provide this information to the Company in a timeframe consistent with the Company's earnings release and SEC filing schedules, to be determined at the Company's discretion. The CEP also agrees to fully cooperate with the Company and the Company's independent auditors in completing an assessment of the CEP's internal controls as required by the Sarbanes-Oxley Act of 2002 and in performing any audit procedures necessary for the independent auditors to issue their opinion on the consolidated financial statements of the Company.

- (r) **Non-Disclosure:** To the extent allowed by law, neither Party shall disclose to a third party information that is exempt from disclosure and/or confidential under Florida's Public Records laws that may be contained herein (other than the Party's employees, lenders, counsel, accountants or advisors who have a need to know such information and have agreed to keep such terms confidential) except in order to comply with any applicable law, including Florida Public Records laws, regulation, or any exchange, control area or independent system operator rule or in connection with any court or regulatory proceeding; provided, however, each Party shall, to the extent practicable and legal, use reasonable efforts to prevent or limit the disclosure. Upon execution of this Contract by both Parties, any Party who receives a request for production of documents related to this Contract shall provide notice to the other Party at least five (5) days prior to producing the information unless production of the documents is required in less than five (5) days, in which case the Party from whom production is sought shall provide notice to the other Party as soon as is reasonably possible following the Party's receipt of a request for production of documents. The purpose of this notice requirement is to afford each Party an adequate opportunity to undertake steps necessary to protect the potential confidentiality of the information as provided under Florida Statutes. The Party opposing disclosure shall bear all costs in any proceedings seeking to protect the potential confidentiality of the information. Such opposing Party shall also indemnify the other Party for any fines or third-party costs awarded by the court to be paid by the other Party as a result of the opposing Party's opposition to disclosure.
- (s) **Equal Employment Opportunity; Non-Discrimination:** Company shall comply with Hillsborough County, Florida – Code of Ordinances and Laws, Part A, Chapter 30, Article II (Hillsborough County Human Rights Ordinance) as amended, which prohibits illegal discrimination on the bases of actual or perceived race, color, sex, age, religion, national origin, disability, marital status, sexual orientation or gender identity or expression, in employment, public accommodations, real estate transactions and practices, County contracting and procurement activities, and credit extension practices.

Company shall also comply with the requirements of all applicable federal, state and local laws, rules, regulations, ordinances and executive orders

*EXECUTION VERSION*

prohibiting and/or relating to discrimination, as amended and supplemented. All of the aforementioned laws, rules, regulations, ordinances and executive orders are incorporated herein by reference.

*[signature page to follow]*

*EXECUTION VERSION*

IN WITNESS WHEREOF, a duly authorized officer of CEP and the Company have executed this Contract the day and year first above written.

**Attest:** Victor Crist  
 Clerk of the Circuit Court

**Hillsborough County, Florida**

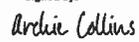
BY:  

Deputy Clerk

By: 

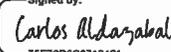
Chair,  
 Board of County Commissioners

**TAMPA ELECTRIC COMPANY**

Signed by:  1/21/2025  
 By: D3760CF3E009496...

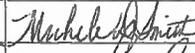
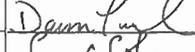
Name: Archie Collins

Title: President & CEO

Signed by:  1/21/2025  
 By: 75E79D6C0718421...

Name: Carlos Aldazabal

Title: VP Energy Supply

BOCC Staff	Approval	Date
Dept. Fiscal		1-23-2025
Dept. Director		1-23-25
Procurement Services		1/23/2025
County Attorney: Approved as to Form and Legal Sufficiency		1/23/25

BOARD OF COUNTY COMMISSIONERS  
 HILLSBOROUGH COUNTY FLORIDA  
 DOCUMENT NO. 25-0134

[signature page to Contract]

**EXECUTION VERSION**

**EXHIBIT I  
 Payment and Rates**

The “Contract Price” for the Product for each Contract Year of the Delivery Period shall be as follows (with respect to Associated Energy delivered to the Delivery Point): **\$37.00/MWh**.

CEP may receive less revenues in any Contract Year through the adjustment measures provided in this Contract. The Contract price applies to Associated Energy from the Contracted Capacity in all hours and all energy CEP delivers to the Company during the overgeneration period of 2 PM to 10 PM.

The following examples, labeled Cases 1-4, assume (i) the year is 2025, (ii) the CEP Contracted Capacity is 16 MW, (iii) the activity is for a 31-day month during the period where the Availability Guarantee is 95.0%, and (iv) except for Case 3 and Case 4, there were no Planned Maintenance or Force Majeure events. The full period hours for a 31-day month are 744 hours (i.e., 31 days multiplied by 24 hours per day). Examples include a letter-key (i.e., A, B, C, etc.) that explains the math behind the calculations.

The cases labeled Cases 5-7 illustrate overgeneration examples.

These Cases 1-7 are not intended to cover every possible scenario. The intention is to display a useful, general understanding between the Parties.

**Base Condition – Case 1 (“Base Condition”)**

For this Case 1, assume CEP delivers the Contracted Capacity of 16 MW at an actual availability of 95.0%. The payment to CEP would be as follows:

Assumption	Amount	
Contracted Capacity, MW	16	A
Availability Guarantee	95.0%	B
CEP actual availability	95.0%	C
Monthly hours (31-day month)	744	D
Actual Energy Delivered (AED), rounded to whole MWh	11,309	E = AxCxD
Contract Price, \$/MWh	\$37.00	F
<b>Payment to CEP before any adjustments, rounded \$0.0x</b>	<b>\$418,433.00</b>	G = ExF
Availability Adjustment in dollars (would be a negative number)	\$0.00	H
<b>Payment to CEP after adjustments, rounded \$0.0x</b>	<b>\$418,433.00</b>	I = G+H

**Availability Reduction - Case 2**

Assuming the only change to the Base Condition is that CEP delivers at 94.0% actual availability instead of 95.0%, the Availability Adjustment in Section 7 applies and the payment to CEP gets reduced. A table showing the calculation of the Availability Adjustment is below.

**EXECUTION VERSION**

Assumption	Amount	
Contracted Capacity, MW	16	A
Availability Guarantee (AG)	95.0%	B
Actual Energy Delivered (AED), MWh	11,191	C
Monthly hours (31-day month)	744	D
Expected Energy Delivered (EED), MWh	11,904	E = AxD
CEP actual availability, rounded 0.x%	94.0%	F = C÷E
Associated Energy Payment (AEP)	\$37.00	G
Availability Adjustment (AA), rounded \$0.0x	\$0.74	H = (B-F)x2xG (see formula below)

AA = (AG – AED/EED) \* 2 \* AEP

WHERE:

- AA = Availability Adjustment
- AG = Availability Guarantee applicable to such month
- AED = Actual Energy Delivered from the Facility to the Delivery Point
- EED = the maximum Expected Energy Delivered, calculated as Contracted Capacity multiplied by the total hours in the applicable month (less any Non-Dispatched Energy in such month and less any MWh not produced due to Planned Maintenance or Force Majeure)
- AEP = Associated Energy Payment, which is the unadjusted Contract Price

**Availability Adjustment (AA)**

AA =	(	95.0%	-	11,191	/	11,904	) * 2	) * \$37.00
AA =	(	95.0%	-	94.0%	) * 2	) * \$37.00		
AA =	(	1.0%	) * 2	) * \$37.00				
AA =	(	2.0%	) * \$37.00					
AA =	\$0.74							

For this case, the payment to CEP would be as follows

Assumption	Amount	
Contract Price, pre-adjustment, \$/MWh	\$37.00	G
CEP payment based on pre-adjusted Contract Price, rounded \$0.0x	\$414,067.00	I = CxG
Availability Adjustment (AA), \$/MWh	\$0.74	H
Availability Adjustment in dollars, rounded \$0.0x	(\$8,281.34)	J = -CxH
<b>Payment to CEP after adjustments</b>	<b>\$405,785.66</b>	<b>K = I+J</b>

**EXECUTION VERSION**

For this Case 2, if the CEP's actual availability were 55.0% or less, the Availability Adjustment would be \$29.60, resulting in an effective price of \$7.40/MWh (i.e., \$37.00 - \$29.60).

**Case 3: Unexcused Outage (“Case 3(a)”) and Planned Maintenance or Force Majeure (“Case 3(b)”)**

For this Case 3, assume (i) Contracted Capacity is 16 MW, (ii) Contract Price is \$37.00/MWh, and (iii) Case 3(a) or Case 3(b) below:

- Case 3(a): CEP has an event (e.g., a forced outage) that (i) results in 14 days of a full unexcused outage, i.e., delivers zero MWh during the event and (ii) has CEP at a 95.0% availability during the balance of the month. In this case, as stated in Section 7, these outage/event hours are unexcused and thus included in the Availability Adjustment calculation. This case also results in the application of the 55.0% availability floor. The table displays the availability floor adjustment as a separate line item to highlight its application.
- Case 3(b): CEP either (i) has 14 days of a full Planned Maintenance outage, i.e., delivers zero MWh during the outage, or (ii) experiences a 14-day Force Majeure event. Either scenario is such that CEP delivers (a) zero MWh during the outage/event and (b) at a 95.0% availability during the balance of the month. In this case, as stated in Section 7, these outage/event hours are excluded from the Availability Adjustment calculation.

A table showing the calculation of the availability for these cases is below.

	<b>Case 3(a) Forced outage resulting in unexcused energy</b>	<b>Case 3(b) Planned Maintenance or Force Majeure</b>	
	Outage/event hours included in the availability calculation	Outage/event hours excluded from the availability calculation	
<b>Assumption</b>	<b>Amount</b>	<b>Amount</b>	
Contracted Capacity, MW	16	16	A
Availability Guarantee	95.0%	95.0%	B
CEP availability during available delivery days	95.0%	95.0%	C
Monthly days (31-day month), i.e., full period days	31	31	D
Monthly hours (31-day month), i.e., full period hours	744	744	E = Dx24
Outage/event days	14	14	F
Outage/event hours	336	336	G = Fx24
Available delivery days	17	17	H = D-F
Available delivery hours	408	408	I = E-G

**EXECUTION VERSION**

Actual Energy Delivered (AED) on available delivery days, rounded to whole MWh	6,202	6,202	J = AxCxI
Expected Energy Delivered (EED) at available delivery hours, MWh		6,528	K = AxI
Expected Energy Delivered (EED) at full period hours, MWh	11,904		L = AxE
CEP actual availability calculated using available delivery hours EED, rounded 0.x%		95.0%	M = J÷K
CEP actual availability calculated using full period hours EED, rounded 0.x%	52.1%		N = J÷L
Contract Price, \$/MWh	\$37.00	\$37.00	O
Availability Adjustment (AA), \$/MWh, rounded \$0.0x	\$31.75	\$0.00	Case 3(a): P = (B-N)x2xO Case 3(b): P = (B-M)x2xO (see formulas below)

<b>Case 3(a): Availability Adjustment (AA)</b>			
AA =	(	95.0% - 6,202 / 11,904 )*	2 )* \$37.00
AA =	(	95.0% - 52.1% )*	2 )* \$37.00
AA =	(	42.9% )*	2 )* \$37.00
AA =	(	85.8% )*	\$37.00
AA =	\$31.75		

<b>Case 3(b): Availability Adjustment (AA)</b>			
AA =	(	95.0% - 6,202 / 6,528 )*	2 )* \$37.00
AA =	(	95.0% - 95.0% )*	2 )* \$37.00
AA =	(	0.0% )*	2 )* \$37.00
AA =	(	0.0% )*	\$37.00
AA =	\$0.00		

Assumption	Case 3(a) Amount	Case 3(b) Amount	
Contract Price, \$/MWh	\$37.00	\$37.00	O
Availability Adjustment (AA), \$/MWh, rounded \$0.0x	\$31.75	\$0.00	P
Payment to CEP based on Contract Price, rounded \$0.0x	\$229,474.00	\$229,474.00	Q = JxO

**EXECUTION VERSION**

Availability Adjustment in dollars, rounded \$0.0x	(\$196,913.50)	\$0.00	R= -JxP
<b>Payment to CEP after adjustments but before 55.0% availability floor</b>	<b>\$32,560.50</b>	<b>\$229,474.00</b>	S = Q+R
Availability Adjustment (AA) at 55.0% floor, \$/MWh, rounded \$0.0x	\$29.60	N/A	Case 3(a): $T = (B-55.0\%) \times 2 \times O$ Case 3(b): not applicable
Availability Adjustment (AA) at 55.0% floor in dollars, rounded \$0.0x	(\$183,579.20)	N/A	Case 3(a): $U = -J \times T$ Case 3(b): not applicable
Availability Adjustment (AA) back to CEP in dollars	\$13,334.30	N/A	Case 3(a): $V = U - R$ Case 3(b): not applicable
<b>Payment to CEP after adjustments and application of 55.0% availability floor</b>	<b>\$45,894.80</b>	<b>\$229,474.00</b>	Case 3(a): $W = S + V$ Case 3(b): S

Case 3(a) results in a lower payment to CEP.

**Case 4: Partial Unexcused Outage (“Case 4(a)”) and Partial Planned Maintenance or Partial Force Majeure (“Case 4(b)”)**

For this Case 4, assume (i) Contracted Capacity is 16 MW, (ii) Contract Price is \$37.00/MWh, (iii) and Case 4(a) or Case 4(b) below:

- Case 4(a): CEP has an event (e.g., a forced outage) that (i) results in 14 days of a 9 MW outage, i.e., delivers zero MWh from the 9 MW during the event. The scenario is such that CEP delivers (a) the available 7 MW during the outage/event days, (b) the full 16 MW during the remaining non-outage/event days, and (c) at a 95.0% availability for all the energy it delivers to Company. In this case, as stated in Section 7, these outage/event hours are unexcused and thus included in the Availability Adjustment calculation.
- Case 4(b): CEP either (i) has 14 days of a 9 MW Planned Maintenance outage or (ii) experiences a 14-day Force Majeure event on 9 MW. Either scenario is such that CEP delivers (a) the available 7 MW during the outage/event days, (b) the full 16 MW during the remaining non-outage/event days, and (c) at a 95.0% availability for all the energy it delivers to Company. In this case, as stated in Section 7, these outage/event hours are excluded from the Availability Adjustment calculation.

A table showing the calculation of the availability for these cases is below.

	<b>Case 4(a) Partial unexcused outage resulting in unexcused energy</b>	<b>Case 4(b) Partial Planned Maintenance or partial Force Majeure</b>	
	Outage/event hours included in the availability calculation	Outage/event hours excluded from the availability calculation	
<b>Assumption</b>	<b>Amount</b>	<b>Amount</b>	
Contracted Capacity, MW	16	16	A

**EXECUTION VERSION**

Contracted Capacity unavailable during outage days	9	9	B
Contracted Capacity available during outage days	7	7	C = A-B
Availability Guarantee	95.0%	95.0%	D
CEP availability during available delivery days	95.0%	95.0%	E
Monthly days (31-day month), i.e., full period days	31	31	F
Monthly hours (31-day month), i.e., full period hours	744	744	G = Fx24
Partial outage/event days	14	14	H
Partial outage/event hours	336	336	I = Hx24
Fully available days	17	17	J = F-H
Fully available hours	408	408	K = Jx24
Actual Energy Delivered (AED) on partial outage available days, rounded to whole MWh	2,234	2,234	L = CxExI
Actual Energy Delivered (AED) on fully available days, rounded to whole MWh	6,202	6,202	M = AxExK
Actual Energy Delivered (AED) on available delivery days	8,436	8,436	N = L+M
Expected Energy Delivered (EED) at available delivery hours, MWh	---	8,880	O = (CxI)+(AxK)
Expected Energy Delivered (EED) at full period hours, MWh	11,904	---	P = AxG
CEP actual availability calculated using available delivery hours EED, rounded 0.x%	---	95.0%	Q = N÷O
CEP actual availability calculated using full period hours EED, rounded 0.x%	70.9%	---	R = N÷P
Contract Price, \$/MWh	\$37.00	\$37.00	S
Availability Adjustment (AA), \$/MWh, rounded \$0.0x	\$17.83	\$0.00	Case 4(a): T = (D-R)x2xS Case 4(b): T = (D-Q)x2xS (see formulas below)

**EXECUTION VERSION**

Case 4(a): Availability Adjustment (AA)					
AA =	(	95.0%	-	8,436 / 11,904	) * 2 ) * \$37.00
AA =	(	95.0%	-	70.9%	) * 2 ) * \$37.00
AA =	(	24.1%	) * 2	) * \$37.00	
AA =	(	48.2%	) * \$37.00		
AA =	\$17.83				

Case 4(b): Availability Adjustment (AA)					
AA =	(	95.0%	-	8,436 / 8,880	) * 2 ) * \$37.00
AA =	(	95.0%	-	95.0%	) * 2 ) * \$37.00
AA =	(	0.0%	) * 2	) * \$37.00	
AA =	(	0.0%	) * \$37.00		
AA =	\$0.00				

Assumption	Case 4(a) Amount	Case 4(b) Amount	
Contract Price, \$/MWh	\$37.00	\$37.00	S
Availability Adjustment (AA), \$/MWh, rounded \$0.0x	\$17.83	\$0.00	T
Payment to CEP based on Contract Price, rounded \$0.0x	\$312,132.00	\$312,132.00	U = NxS
Availability Adjustment in dollars, rounded \$0.0x	(\$150,413.88)	\$0.00	V = -NxT
<b>Payment to CEP after adjustments</b>	<b>\$161,718.12</b>	<b>\$312,132.00</b>	<b>W = U+V</b>

Case 4(a) results in a lower payment to CEP.

**Case 5: Base Condition (Case 1") with Overgeneration**

For this Case 5, the overgeneration is an incremental 19 MW per hour for a total delivery of 35 MW during the 8-hour Overgeneration Period each day. The payment to CEP would be as follows:

Assumption	Case 1	Case 5	
	Amount	Amount	
Contracted Capacity, MW	16	16	A
Availability Guarantee	95.0%	95.0%	B
CEP actual availability at Contracted Capacity only	95.0%	95.0%	C
Monthly hours (31-day month)	744	744	D
Daily overgeneration hours available (2 PM - 10 PM)	8	8	E
Overgeneration days	31	31	F
Hourly generation above Contracted Capacity, MW	0	19	G

**EXECUTION VERSION**

Applicable overgeneration for CEP availability, rounded to whole MWh	0	4,712	H = ExFxG
Actual Energy Delivered (AED), rounded to whole MWh	11,309	16,021	I = AxCxD+H
Expected Energy Delivered (EED) at full period hours, MWh	11,904	11,904	J = AxD
CEP actual availability with overgeneration	95.0%	134.6%	K = I÷J
Contract Price, \$/MWh	\$37.00	\$37.00	L
Payment to CEP before any adjustments, rounded \$0.0x	\$418,433.00	\$592,777.00	M = lxL
Availability Adjustment in dollars (would be a negative number)	\$0.00	\$0.00	N
Payment to CEP after adjustments, rounded \$0.0x	\$418,433.00	\$592,777.00	O = M+N

Neither case has an availability adjustment, and Case 5 results in a higher payment to CEP through overgeneration.

**Case 6: Unexcused Outage (“Case 3(a)”) with Overgeneration**

For this Case 6, the overgeneration is an incremental 19 MW per hour for a total delivery of 35 MW. This case corresponds to Case 3(a) with overgeneration during the available delivery days. A table showing the calculation of the availability for this case is below.

Assumption	Case 3(a)	Case 6	
	Forced outage resulting in unexcused energy	Forced outage resulting in unexcused energy but with overgeneration	
	Outage/event hours included in the availability calculation	Overgeneration increases the actual availability percentage	
	Amount	Amount	
Contracted Capacity, MW	16	16	A
Availability Guarantee	95.0%	95.0%	B
CEP availability during available delivery days, before overgeneration	95.0%	95.0%	C
Monthly days (31-day month), i.e., full period days	31	31	D
Monthly hours (31-day month), i.e., full period hours	744	744	E = Dx24
Outage/event days	14	14	F
Outage/event hours	336	336	G = Fx24
Available delivery days	17	17	H = D-F

**EXECUTION VERSION**

Available delivery hours	408	408	I = E-G
Daily overgeneration hours available (2 PM - 10 PM)	8	8	J
Overgeneration days	17	17	H
Hourly generation above Contracted Capacity, MW	0	19	K
Applicable overgeneration for CEP availability, rounded to whole MWh	0	2,584	L = JxHxK
Actual Energy Delivered (AED), rounded to whole MWh	6,202	8,786	M = AxCxI+L
Expected Energy Delivered (EED) at full period hours, MWh	11,904	11,904	N = AxE
CEP actual availability with overgeneration, rounded 0.x%	52.1%	73.8%	O = M÷N
Contract Price, \$/MWh	\$37.00	\$37.00	P
Availability Adjustment (AA), \$/MWh, rounded \$0.0x	\$31.75	\$15.69	Q = (B-D)x2xP

Assumption	Case 3(a) Amount	Case 6 Amount	
Contract Price, \$/MWh	\$37.00	\$37.00	P
Availability Adjustment (AA), \$/MWh, rounded \$0.0x	\$31.75	\$15.69	Q
Payment to CEP based on Contract Price, rounded \$0.0x	\$229,474.00	\$325,082.00	R = MxP
Availability Adjustment in dollars, rounded \$0.0x	(\$196,913.50)	(\$137,852.34)	S = -MxQ
<b>Payment to CEP after adjustments but before 55.0% availability floor</b>	<b>\$32,560.50</b>	<b>\$187,229.66</b>	T = R+S
Availability Adjustment (AA) at 55.0% floor, \$/MWh, rounded \$0.0x	\$29.60	N/A	Case 3(a): U = (B-55.0%)x2xP Case 6: not applicable
Availability Adjustment (AA) at 55.0% floor in dollars, rounded \$0.0x	(\$183,579.20)	N/A	Case 3(a): V = -MxU Case 6: not applicable
Availability Adjustment (AA) back to CEP in dollars	\$13,334.30	N/A	Case 3(a): W = V-S Case 6: not applicable
<b>Payment to CEP after adjustments and application of 55.0% availability floor</b>	<b>\$45,894.80</b>	<b>\$187,229.66</b>	Case 3(a): X = T+W Case 6: T

Case 6 results in a higher payment to CEP. Also, as with Case 5, Case 3(b) with overgeneration would show increased revenues too.

**Case 7: Partial Unexcused Outage (“Case 4(a)”) with Overgeneration**

**EXECUTION VERSION**

For this Case 7, the overgeneration is an incremental 19 MW per hour for a total delivery of 35 MW. This case corresponds to Case 4(a) with overgeneration during the fully available days. A table showing the calculation of the availability for this case is below.

Assumption	Case 4(a) Partial unexcused outage resulting in unexcused energy	Case 7 Partial unexcused outage resulting in unexcused energy but with overgeneration	
	Outage/event hours included in the availability calculation	Overgeneration increases the actual availability percentage	
	Amount	Amount	
Contracted Capacity, MW	16	16	A
Contracted Capacity unavailable during outage days	9	9	B
Contracted Capacity available during outage days	7	7	C = A-B
Availability Guarantee	95.0%	95.0%	D
CEP availability during partially or fully available delivery days, before overgeneration	95.0%	95.0%	E
Monthly days (31-day month), i.e., full period days	31	31	F
Monthly hours (31-day month), i.e., full period hours	744	744	G = Fx24
Partial outage/event days	14	14	H
Partial outage/event hours	336	336	I = Hx24
Fully available days	17	17	J = F-H
Fully available hours	408	408	K = Jx24
Daily overgeneration hours available (2 PM - 10 PM)	8	8	L
Overgeneration days	17	17	J
Hourly generation above Contracted Capacity, MW	0	19	M
Applicable overgeneration for CEP availability, rounded to whole MWh	0	2,584	N = JxLxM
Actual Energy Delivered (AED), rounded to whole MWh	8,436	11,020	O = (AxExK)+(CxExI)+N
Expected Energy Delivered (EED) at full period hours, MWh	11,904	11,904	P = AxG

*EXECUTION VERSION*

CEP actual availability with overgeneration, rounded 0.x%	70.9%	92.6%	$Q = O \div P$
Contract Price, \$/MWh	\$37.00	\$37.00	S
Availability Adjustment (AA), \$/MWh, rounded \$0.0x	\$17.83	\$1.78	$T = (D-Q) \times 2 \times S$

Assumption	Case 4(a) Amount	Case 7 Amount	
Contract Price, \$/MWh	\$37.00	\$37.00	S
Availability Adjustment (AA), \$/MWh, rounded \$0.0x	\$17.83	\$1.78	T
Payment to CEP based on Contract Price, rounded \$0.0x	\$312,132.00	\$407,740.00	$U = O \times S$
Availability Adjustment in dollars, rounded \$0.0x	(\$150,413.88)	(\$19,615.60)	$V = -O \times T$
<b>Payment to CEP after adjustments</b>	<b>\$161,718.12</b>	<b>\$388,124.40</b>	$W = U + V$

Case 7 results in a higher payment to CEP. Also, as with Case 5, Case 4(b) with overgeneration would show increased revenues too.

*EXECUTION VERSION*

**EXHIBIT II**

**TERMINATION PAYMENT TABLE\***

<b>Year</b>	<b>Total</b>
2025	\$6,384,268
2026	\$6,062,548
2027	\$5,583,387
2028	\$5,068,734
2029	\$4,513,695
2030	\$3,919,810
2031	\$3,281,934
2032	\$2,596,811
2033	\$1,858,675
2034	\$1,068,130
2035	\$203,924

\* Based on the Designated Avoided Unit