STATE OF NORTH CAROLINA UTILITIES COMMISSION RALEIGH

DOCKET NO. EMP-107, SUB 0

BEFORE THE NORTH CAROLINA UTILITIES COMMISSION

ONVENIENCE AND

Necessity

APPLICATION FOR A

CERTIFICATE OF PUBLIC

CONVENIENCE AND

NECESSITY FOR A MERCHANT

PLANT

Halifax County Solar LLC ("Halifax" or the "Applicant"), by and through counsel, hereby applies to the North Carolina Utilities Commission (the "Commission") pursuant to G.S. § 62-110.1 and Commission Rule R8-63 for a Certificate of Public Convenience and Necessity authorizing construction of a solar photovoltaic ("PV") facility with a capacity of 80 megawatts ("MW") to be located in Halifax County (the "Facility"). In support of its application, Applicant provides the Commission the attached exhibits in compliance with Rule R8-63.

WHEREFORE, Halifax County Solar LLC respectfully requests that the Commission issue a Certificate of Public Convenience and Necessity pursuant to G.S. § 62-110.1 and Commission Rule R8-63 for the Facility, as more specifically described herein.

KILPATRICK TOWNSEND & STOCKTON LLP

Benjamin L. Snowden

N.C. Bar No. 51745

4208 Six Forks Road, Suite 1400

Raleigh, North Carolina 27609

Telephone: (919) 420-1700

Email: bsnowden@kilpatricktownsend.com

Attorney for Halifax County Solar LLC

Halifax County Solar LLC Application Exhibit 1 [R8-63(b)(1)]

(i) The full and correct name, business address, business telephone number, and electronic mailing address of the Applicant are:

Halifax County Solar LLC
Three Radnor Corporate Center, Suite 300
100 Matsonford Rd.
Radnor, PA 19087
(866) 946-3123
brent.beerley@communityenergyinc.com

Delaware limited liability company with its principal place of business in Radnor, Pennsylvania. Halifax was formed on November 28, 2016. A true and correct copy of Halifax's Limited Liability Company Articles of Organization is attached as **Schedule 1**. Halifax is a wholly owned subsidiary of Community Energy Solar, LLC, a Delaware limited liability company, and Community Energy, Inc., a Delaware corporation (together, "Community Energy"). The principal participants of Halifax are Brent Beerley, Manager (also President of Community Energy Solar, LLC) and Christopher Killenberg, Special Manager (also Director, Business Development – Southeast for Community Energy Solar, LLC). An organizational chart depicting the relationship between Halifax, Community Energy Solar, LLC, and Community Energy, Inc. is attached as **Schedule 2**.

Community Energy, the direct owner of Halifax, is a developer of solar PV facilities throughout the United States. Community Energy's projects have delivered an aggregate capacity in excess of 700 MW to date, across the following states: Massachusetts, New York, New Jersey, Pennsylvania, Maryland, Virginia, North

Carolina, Georgia, Indiana, Illinois, Minnesota, and Colorado. Community Energy has an aggregate pipeline in excess of 3.0 GW of additional projects across the United States.

Community Energy has undertaken the initial development of the Facility, including obtaining site control for the properties on which the Facility shall be built, conducting initial environmental reviews, and securing local land use permits.

Correspondence, documents, and filings regarding this application should be addressed as follows:

Christopher Killenberg Community Energy Solar, LLC 151 E. Rosemary St., Suite 202 Chapel Hill, NC 27514 (919) 976-7063

chris.killenberg@communityenergyinc.com

with copies to:

Benjamin L. Snowden Kilpatrick Townsend & Stockton 4208 Six Forks Road, Suite 1400 Raleigh, North Carolina 27609 (919) 420-1700 bsnowden@kilpatricktownsend.com

- (iii) A copy of Community Energy's most recent consolidated financial statements, is attached as **Schedule 3**.
- (iv) Applicant's other affiliated generating facilities: Community Energy, through its wholly-owned subsidiary Mount Olive Solar LLC, owns one other solar PV facility in Mount Olive, NC in the Southeastern Electric Reliability Council ("SERC") region, with a system capacity of 1.99 MW. This project is interconnected with Duke Energy Progress. Community Energy, through its wholly-owned subsidiary Williamsburg Solar LLC, is also developing a solar PV facility in Rockingham County, NC, with a

planned capacity of 80 MW. The Williamsburg Solar project was issued a CPCN by the Commission on October 16, 2018, in Docket No. SP-11809 Sub 0. However, that project has not yet been constructed.

Halifax County Solar LLC Application Exhibit 2 [R8-63(b)(2)]

- (i) Nature of proposed generating facility: Halifax is proposing to construct an 80 MW solar PV facility that will interconnect to Dominion Energy North Carolina's transmission system. The nameplate generating capacity of the Facility will be 80 MW, with an anticipated generation of 190,000,000 kWh per year. Because solar power is subject to intermittent solar irradiance, the Facility's maximum dependable capacity is projected to be 0 MW by definition. Construction for the project is expected to begin on or about the third quarter of 2021, with an estimated date of commercial operation date in fourth quarter of 2022. An itemized estimate of the construction costs is included as Confidential Schedule 4.2 The expected service life of the Facility is 20 years, with an additional 15-year service life, assuming equipment updates are made, for a total of 35 years.
- (ii) <u>Site plan:</u> A color vicinity map ("Site Plan") showing the proposed site boundary and layout with all major equipment, planned and existing roads, and planned and existing electric facilities is attached as **Schedule 5**.
- (iii) <u>Locational information:</u> The Facility will be located on approximately 900 acres in Halifax County, North Carolina, across seven (7) contiguous parcels of land. The GPS coordinates of the approximate center of the facility are 36°15'5.43"N / 77°41'47.22"W. An e911 address for the facility will be requested from the county, and

¹ Nameplate capacity, or "net capacity," is generally defined as the gross capacity of the facility minus plant parasitic loads. *See* https://www.nrel.gov/docs/fy13osti/57582.pdf.

² Schedule 5 has been designated as confidential because the construction estimate contains confidential information within the scope of G.S. § 132.1.2.

the Applicant will notify the Commission of the e911 street address when it is received.

Access to the site is via Neville Farm Road and Beaverdam Road.

- (iv) The Facility is not a natural gas-fired facility.
- (v) <u>Required approvals:</u> The following is a list of all necessary federal, state, and local approvals related to the Facility and the site and the status of such approval or a copy thereof, if obtained.

Federal:

- Halifax has secured an Approved Jurisdictional Determination from the U.S.
 Army Corps of Engineers, identifying those streams and wetlands on the site which are jurisdictional waters and/or Waters of the United States, requiring a permit for construction under Section 404 of the federal Clean Water Act.
- Halifax may apply for Market-Based Rate Authorization from the Federal Energy Regulatory Commission ("FERC"), pursuant to Sections 205 and 206 of the Federal Power Act.
- 3. Halifax may seek to self-certify with FERC as an Exempt Wholesale Generator pursuant to the Public Utility Holding Company Act of 2005.

State:

- Halifax will require the approval of an erosion and sedimentation control
 plan for its construction activities from the North Carolina Department of
 Environmental Quality.
- 2. Halifax will require a driveway permit from the North Carolina Department of Transportation.

Local:

- Halifax has secured a Conditional Use Permit ("SUP") from Halifax County.
 The Halifax County Board of Adjustment, which has final authority to approve the Halifax CUP, unanimously voted to approve the CUP at a public hearing held on August 13, 2019. A copy of the final Order approving the CUP is attached to this application as Schedule 6.
- 2. Halifax will require a stormwater permit from Halifax County.
- 3. Halifax will require a Building Permit from Halifax County.
- 4. Halifax will require an Electrical Permit from Halifax County.

Other:

- Halifax recorded a Decommissioning Plan as part of the requirements for a
 Conditional Use Permit, a copy of which is attached to this application as
 Schedule 7.
- 2. Halifax may register as a Generator-Owner with the North American Electric Reliability Council ("NERC").

(vi) Description of transmission facilities:

The Facility will utilize approximately 294,700 PV modules attached to a ground-mounted single-axis tracking system. The trackers will be installed on a North-South axis tilting in an East-West direction to enable the modules to follow the sun throughout the day. The trackers will consist of galvanized steel and will be anchored on H-shaped steel posts driven approximately six feet into the ground. The trackers will not have a concrete foundation.

The system will feed 32 central inverters, each with a nominal power capacity of 2700 kw AC, configured to transform the DC power generated by the solar modules into a

maximum 80 MW of AC capacity. The inverters will feed 32 step-up transformers which will increase the voltage of the generated power to 34.5kV. Power from these 32 step-up transformers will be collected at a main transformer, which will further increase voltage to 115kV, so as to align with the voltage at the point of interconnection.

The Facility will interconnect with Dominion's transmission grid via a new three-breaker ring bus switching station that connects on the Halifax - South Justice Branch 115kV line #81. A color map showing the location of the interconnection point and transmission facilities is included on Page 2 of the Site Plan attached as **Schedule 5.**

Halifax first submitted an Interconnection Request to PJM in October 2016 and was assigned queue number AC1-208. Halifax is currently awaiting the Facilities Study Report from PJM, due no later than December 15, 2019.

Halifax County Solar LLC Exhibit 3 [R8-63(b)(3)] Description of the need for the facility in the state and/or region

Halifax expects to benefit North Carolina and its surrounding region by satisfying a present and growing demand for renewable power in the region, and by providing economic development and other benefits in Halifax County.

The Facility will interconnect with the Dominion Energy transmission grid, affording it access to PJM, a Regional Transmission Organization ("RTO") that coordinates the movement of electricity through all or parts of Delaware, Illinois, Indiana, Kentucky, Maryland, Michigan, New Jersey, North Carolina, Ohio, Pennsylvania, Tennessee, Virginia, West Virginia, and the District of Columbia. Community Energy has substantial experience with offtake in the PJM market having previously secured approximately 200 MW of offtake within the PJM market.

Halifax is actively negotiating a power purchase agreement ("PPA") with an out-of-state corporate buyer for all of the 80 MW Facility's output, and is expecting the PPA to be executed in the fourth quarter of 2019. The Renewable Energy Certificates ("RECs"), which will be registered through NC-RETS, will be bundled with the energy and capacity from the Facility, and sold as part of the PPA.

Alternately, Halifax is confident in its ability to secure offtake from the Facility in the PJM market. As demonstrated by the chart produced by the Business Renewables Center and attached as **Schedule 8**, projections for corporate demand for renewable energy and RECs from solar facilities in the southeast market of PJM is expected to increase over the next few years. In addition, Dominion Energy has committed to increasing its use of renewable power to generate 5,000 MW of electricity by 2028.

Dominion's commitment is consistent with state-level policy set by the Virginia General Assembly, which affirmed the growing importance of renewable energy generation in passing the Grid Transformation and Security Act of 2018 (the "GTSA"), signed into law by Governor Ralph Northam on March 9, 2018. The GTSA finds that up to an additional 5,000 MW of utility-scale electric generating facilities powered by solar and wind energy is in the public interest.

Load growth for the PJM RTO as a whole, and more specifically for the Dominion Virginia power zone, which serves parts of Eastern North Carolina and Virginia, is expected to increase over the next ten to fifteen years as described below for both winter and summer months.

Summer peak load in PJM is expected to grow by 0.3% per year over the next ten years, and by 0.3% over the next 15 years.³ For the Dominion Virginia Power zone, summer peak load growth is expected to grow by 0.9% per year over the next ten years, and 0.8% per year over the next fifteen years.⁴ The anticipated ten year summer peak load growth in the Dominion Virginia Power zone represents 1.4% growth over the January 2018 load forecast report.⁵

Winter peak load growth in PJM is projected to average 0.4% per year over the next 10-year period, and 0.4% over the next 15-years.⁶ Winter peak load growth for the Dominion Virginia Power zone is expected to grow by 0.9% per year over the ten years,

³ 2019 PJM Load Forecast Report (Mar. 2019 – RPM Update), available at https://www.pjm.com/media/library/reports-notices/load-forecast/2019-rpm-load-forecast.ashx?la=en.

[,] at 43-44.

⁴ *Id*.

⁵ *Id.* at 40.

⁶ *Id.* at 47-48.

and 0.9% per year over the next nine to fifteen years.⁷ The anticipated ten year winter peak load growth in the Dominion Virginia Power zone represents 1.4% growth over the January 2018 load forecast report.⁸

The PJM service area of North Carolina has slightly higher projected load growth than Virginia. North Carolina is expected to average between 0.9 and 1.1% per year over the next 10 years versus the PJM RTO load growth projections to average between 0.3% and 0.4% over the next ten years.⁹

Generation retirement also demonstrates the need for new sources of electricity in the region, and in North Carolina in particular. Approximately 209 MW of capacity in North Carolina was retired in 2017. This represents more than 10 percent of the 2,084 MW that retired RTO-wide in 2017. 10

In addition to satisfying in part the growing demand for renewable energy, Halifax also anticipates bringing economic benefits to Halifax County, primarily in the form of income to participating landowners, increased taxes paid to Halifax County, employment, and increased economic activity in the area.

The landowners who contracted to sell or lease their land for the Facility, all of whom are currently operating sizable farming and/or timbering concerns on other land they own, will gain income that will allow them to continue agricultural activities on their remaining properties.

⁸ *Id*.

⁷ *Id*.

⁹ PJM, 2018 North Carolina State Infrastructure Report (January 1, 2018 – December 31, 2018), May 2019, 21, available at https://www.pjm.com/-/media/library/reports-notices/state-specific-reports/2018/2018-north-carolina-state-data.ashx?la=en.

¹⁰ *Id.* at 21

Halifax County will realize a substantial increase in tax revenue generated from the participating properties. Currently, Halifax County collects less than \$5,000 per year in taxes from the 6 affected parcels. Subsequent to the construction of the Facility, Halifax County will collect a one-time payment of approximately \$31,000 in "roll-back" taxes for the conversion of the land to non-agricultural use, and annual real property tax estimated to be \$45,000 per year (depending on Halifax County's re-assessment of the underlying land), and an annual business personal property tax estimated to be \$168,000 in year 1 (assuming system construction costs of approximately \$84,000,000, and factoring in North Carolina's 80% property tax abatement on commercial solar systems under G.S. § 105-275).

The construction of the Facility will bring short-term and long-term employment opportunities. During the anticipated 9-month construction period, approximately 200 jobs will be created. These jobs require no specialized skills and will therefore be available to any able-bodied person seeking work. Given the growth of the solar industry in eastern North Carolina, and the expectation of continued development of similar projects in the area, experience gained during the construction of the Facility may translate into future employment opportunities constructing other solar facilities. Once operational, the Facility will require 4-6 full-time employees for its operation and maintenance.

In addition to employment, the construction and operation of the Facility will generate substantial local economic activity. This includes the subcontracting of certain trades that are typically sourced locally, including civil, landscaping, and fencing. This also includes purchases of certain materials such as stone and concrete, as well as the "casual" purchases of the many construction employees including food, gas, and lodging.

VERIFICATION

| STATE OF North Carolina COUNTY OF | Orange | | | | | |
|---|---|--|--|--|--|--|
| Camil | Title of Representative or Agent | | | | | |
| Typed or Printed Name of Representative or Agent | | | | | | |
| The above named person personally appeared before me this day and, being first duly sworn, says that the facts stated in the foregoing application and any exhibits, documents, and statements thereto attached are true as he or she believes. | | | | | | |
| WITNESS my hand and notarial seal, this 30^{-10} day of | of <u>Angust</u> , 20 <u>19</u> . | | | | | |
| My Commission Expir | res: 10-01-5020 | | | | | |
| Signature of Notary Public | CHRISTENE TASHJIAN Notary Public, North Carolina Orange County My Commission Expires | | | | | |
| Name of Notary Public – Typed or Printed | | | | | | |

This original verification must be affixed to the original application, and a copy of this verification must be affixed to each of the copies that are also submitted to the Commission.

Halifax County Solar LLC Application for a Certificate of Public Convenience and Necessity for a Merchant Plant Docket No. E-104, Sub 0

Schedules

Schedule 7 – Decommissioning Plan

<u>Schedule 8</u> – Renewables Demand Forecast

Articles of Organization of Halifax County Solar LLC Annual Report of Halifax County Solar LLC

STATE of DELAWARE LIMITED LIABILITY COMPANY CERTIFICATE of FORMATION

State of Delaware
Secretary of State
Division of Corporations
Delivered 03:48 PM 11/28/2016
FILED 03:48 PM 11/28/2016
SR 20166801271 - File Number 62310

| First: The name of the limited | liability company is | |
|--|---|-----|
| Halifax County Solar | | |
| | | |
| Second: The address of its reg | istered office in the State of Delaware is | |
| 1209 Orange Street | in the City of Wilmington. | |
| Zip code <u>19801</u> | The name of its Registered agent at such address is | |
| The Corporation Trus | : Company | |
| dissolution: "The latest date or .") | ly if the company is to have a specific effective date of which the limited liability company is to dissolve is | |
| | ers the members determine to include herein.) | |
| The initial managers Brent Alderfer, and | of the LLC are Brent Beerley, R. Eric Blank. | |
| TO THE PARTY OF THE PERSON NAMED IN COLUMN TWO IS NOT THE PERSON NAMED IN COLUMN TWO IS NAMED IN CO | | |
| | | |
| | | |
| In Witness Whereof, the und | ersigned have executed this Certificate of Formation this | |
| 28th day of Novemb | By: See Scelle Authorized Person (s) | hea |
| | Name: Eric Blank | |

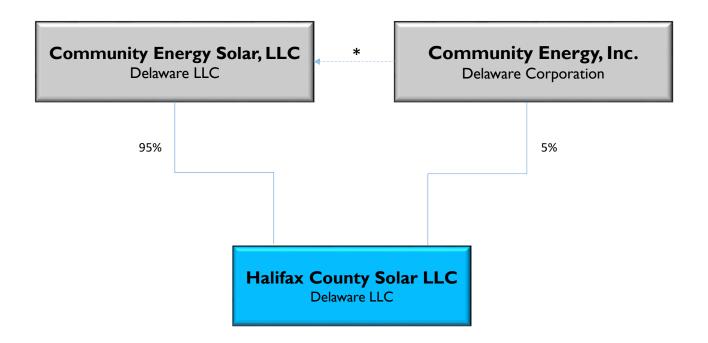


AMENDED LIMITED LIABILITY COMPANY ANNUAL REPORT

| NAME OF LIMITED LIABILITY COMPANY: | Halifax County Sola | ır LLC | | |
|---|--------------------------------------|---|--|---|
| SECRETARY OF STATE ID NUMBER: 15588 REPORT FOR THE CALENDAR YEAR: 201 | | OF FORMATION: DE | <u>: </u> | Filing Office Use Only E - Filed Annual Report 1558805 CA201924000897 |
| SECTION A: REGISTERED AGENT'S INFORM | | | | 8/28/2019 12:15 |
| | | | | Changes |
| 1. NAME OF REGISTERED AGENT: CT | Corporation System | 1 | | |
| 2. SIGNATURE OF THE NEW REGISTER | | NATURE CONSTITUTES OF | ONSENT TO THE ADDO | UNITAITAIT |
| 3. REGISTERED AGENT OFFICE STREE | | NATURE CONSTITUTES CO | | |
| | ADDRESS & COUNTY | | | LING ADDRESS |
| 160 Mine Lake Ct Ste 200 | | 160 Mine Lake C | | |
| Raleigh, NC 27615-6417 Wake Cou | inty | Raleigh, NC 276 | 15-6417 | |
| SECTION B: PRINCIPAL OFFICE INFORMATI | ION | | | |
| 1. DESCRIPTION OF NATURE OF BUSIN | | Project Developme | •nt | |
| | <u> </u> | | | - |
| 2. PRINCIPAL OFFICE PHONE NUMBER | : (484) 654-2485 | 3. PRINCIPAL OFFI | CE EMAIL: Priva | cy Redaction |
| 4. PRINCIPAL OFFICE STREET ADDRES | 5. PRINCIPAL OFFICE MAILING ADDRESS | | | |
| 3 Radnor Corporate Center, Suite 3 | 3 Radnor Corporate Center, Suite 300 | | | |
| Radnor, PA 19087-4545 Radnor, PA 19087-4545 | | | | |
| 6. Select one of the following if applic | cable. (Optional see ii | nstructions) | | |
| The company is a veteran-o | wned small business | | | |
| The company is a service-di | | small husiness | | |
| The company is a service of | Sabica veteran-owned | Siriaii basiiless | | |
| SECTION C: COMPANY OFFICIALS (Enter ad | ditional company officials | in Section E.) | | |
| NAME: Eric Blank | NAME: Brent Beerley | | NAME: Chris | Killenberg |
| TITLE: Manager | TITLE: Manager | | TITLE: Manag | ger |
| ADDRESS: | ADDRESS: | | ADDRESS: | |
| 3 Radnor Corporate Center, Suite 300 | 3 Radnor Corporate Center, Suite 300 | | 151 E Rosemary St, Suite 202 | |
| Radnor, PA 19087-4545 | Radnor, PA 19087 | | Chapel Hill, NC 27514 | |
| SECTION D: CERTIFICATION OF ANNUAL | REPORT. Section D mus | st be completed in its | entirety by a person | /business entity. |
| Brent Beerley | | 8/28/2019 | | |
| SIGNATURE Form must be signed by a Company Official listed unde | r Section C of This form. | | DATE | |
| Brent Beerley | | Manager | | |
| Print or Type Name of Company Official | | Print or Type Title of Company Official | | |

This Annual Report has been filed electronically.

Organizational Chart of Community Energy Solar, LLC and Affiliates



^{*} Community Energy, Inc. is a minority owner of Community Energy Solar, LLC

Consolidated Financial Statements of Community Energy Solar, LLC and Affiliates

CONFIDENTIAL

Estimated Construction Costs

CONFIDENTIAL

Site Plan

EMP-107 Sub 0 Site Plan

Halifax County Solar Neville Farm Rd. Enfield, NC 27823



Conditional Use Permit



Halifax County Planning & Development Services

PO Box 69 - 15 W. Pittsylvania Street, Halifax, NC 27839 (252) 583-1082 Planning & Zoning (252) 583-4891 Building Inspections (252) 583-2288 E911 Addressing (252) 583-2735 Fax

August 15, 2019

Halifax County Solar, LLC Three Radnor Corp Ctr - Ste 300, 100 Matsonford Rd Radnor, PA 19087

Re: Conditional Use Permit #2019-11

Dear Mr. Killenberg:

On August 13, 2019, the Board of Adjustment approved your Conditional Use Permit to construct and operate a Level 3 Solar Energy System along Beaverdam Road and a portion of Neville Farm Road, just north of the Town of Enfield. The properties involved in the project are identified as parcels #04-03659, #04-02946, #04-01208, #04-05468, #04-01923, #04-00469 and #04-03887 containing 958 ±acres and located in the Enfield Township.

The conditions approved by the Board for the request are as follows:

- 1. All federal, state, and local regulations and requirements shall be complied with.
- 2. Vegetative screening with landscape buffers for the project shall conform to Section 46-43 of the Solar Energy Systems ordinance. The screening shall be maintained for the entire period the property is used as a solar farm.
- 3. The applicant shall submit final site and construction plans for the Halifax County Solar project to the Planning & Development department for approval prior to construction.
- 4. Halifax County Solar shall submit a final decommissioning plan with updated cost estimate, signed by all property owners and Halifax County Solar and recorded in the Register of Deeds prior to issuance of any construction related permits for the project.

A Zoning Permit is enclosed for the proposed project. In addition, please contact the Building Inspector at #252-583-4891 for submittal of the required site & construction plans.

If you have any questions, please contact our office at (252) 583-1082.

Sincerely,

Chris D. Rountree, Director

Planning and Development Services



HALIFAX COUNTY

CERTIFICATE OF ZONING COMPLIANCE

P.O. BOX 69, HALIFAX, NC 27839 PHONE # (252)583-1082 FAX # (252)583-2735

(Article V, Section 501 – Halifax County Zoning Ordinance)

GENERAL DATA: APP #9994

CERTIFICATE NO.:

13642

Application Date:

07/23/2019

Previous Certificate No.:

Applicant: HALIFAX COUNTY SOLAR LLC

THREE RADNOR CORP CTR -STE 300

100 MATSONFORD RD **RADNOR, PA 19087**

Owner:

MULTIPLE PROPERTY OWNERS

SEE ATTACHED LIST

Contractor:

Location:

BEAVERDAM RD & NEVILLE FARM RD -VARIOUS

ADDRESSES - TBD

Parcel Id Number:

Tax Map Number

Lot Number:

Alt. Parcel Number

SEE ATTACHED LIST

Zoning District: RA – RESIDENTIAL / AGRICULTURE

SITE DATA: Permit(s):

CUP, ZONING, BLDG/ELECTRICAL, FED /STATE AGENCIES

Description

CONSTRUCT & OPERATE A LEVEL 3 SOLAR ENERGY SYSTEM

Existing Use:

FARMLAND & TIMBER

Proposed Use:

HALIFAX COUNTY SOLAR LLC - LEVEL 3 SOLAR ENERGY SYSTEM - 80 Mw

SETBACK

Principle Structure

Accessory Structure

REQUIREMENTS

FRONT: 40.00 30.00 REAR:

FRONT: REAR:

40.00 30.00

LEFT SIDE: 15.00

RIGHT SIDE: 15.00

LEFT SIDE: 15.00 RIGHT SIDE: 15.00

Lot Size in sq. ft./Acres

: 958± ACRES

Is lot located in 100 yr floodplain: NO

FEMA Panel No.:3703273981J

3703273980J

**Is lot located in watershed area: NO

Watershed Area: N/A

Source of Water

: N/A

Type of Sewer Disposal: N/A

Will structure be in R-O-W

: NO

Right of Way : PUBLIC

Is this a subdivision or part thereof: NO

Type:

No. of Lots:

Does lot have proper access: YES

** Will you be disturbing (grading) one (1) acre or more of land: YES

HALIFAX COUNTY CERTIFICATE OF ZONING COMPLIANCE

(Article V, Section 501 – Halifax County Zoning Ordinance)

NO PERMIT SHALL BE ISSUED UNTIL APPLICABLE FEDERAL, STATE AND LOCAL PERMITS ARE GRANTED. THESE PERMITS MAY INCLUDE, BUT ARE NOT LIMITED TO, DRIVEWAY PERMIT (NCDOT); SOIL EROSION CONTROL PERMIT (NC DEPT. OF ENVIRONMENTAL HEALTH).

ONLY ONE (1) PRINCIPLE STRUCTURE IS PERMITTED PER LOT. (Article III, Section 1203.02 of the Halifax County Zoning Ordinance.)

- ** If lot is within the 100 year floodplain, Volume I, Chapter XXXIV, Section 3408, of the North Carolina Building Code will have to be complied with.
- ** If one (1) acre or more of land is being disturbed, a permit from the Division of Land Resources will have to be obtained. (919) 571-4700.

IF YOU HAVE QUESTIONS CONCERNING THE ZONING DISTRICT THAT YOUR PROPERTY IS LOCATED, THE SETBACK REQUIREMENTS OR ANY OTHER QUESTIONS/CONCERNING THIS PERMIT, PLEASE ASK NOW OR CALL LATER. (252) 583-1082. BE SURE THAT THE STRUCTURE COMPLIES WITH THE SETBACK REQUIREMENTS AS STATED HEREIN. (THIS HAS TO DO WITH THE DISTANCES OF THE STURCTURE FROM THE PROPERTY LINES.)

I HEREBY CERTIFY THAT THE INFORMATION HEREIN IS CORRECT TO THE BEST OF MY KNOWLEDGE. THIS PERMIT SHALL EXPIRE UNLESS THE WORK AUTHORIZED IN IT IS BEGUN WITHIN TWELVE (12) MONTHS FROM THE DATE OF ISSUANCE.

(Applicant Signature)

Date: 08/15/2019

Application: APPROVED Date: 08/15/2019 Inspector: CDR

PLEASE BE SURE THAT WHOEVER WILL BE RESPONSIBLE FOR SETTING UP YOUR MOBILE HOME OR BUILDING YOUR STRUCTURE IS AWARE OF THE SETBACK REQUIREMENTS AND UNDERSTANDS THE SAME. IF THERE ARE QUESTIONS PLEASE CALL. DO NOT ASSUME THAT SOMEONE KNOWS THIS INFORMATION.

Comments: CUP 2019-11 APPROVED BY BOA ON 8-13-19 SUBJECT TO CONDITIONS

Inspector name

Zoning Department

- 1- Original Certificate to: Zoning Department.
- 2- Copy of Certificate to Health Department (If Applicable) take by applicant.
- 3- Copy of Certificate to Building Inspector.
- 4- Copy of Certificate to the Applicant

CONDITIONAL USE PERMIT HALIFAX COUNTY

THIS SIGNIFIES THAT THIS LAND AND / OR BUILDING, LOCATED IN THE RA - Residential / Agriculture DISTRICT, Enfield TOWNSHIP, HAS BEEN APPROVED BY THE HALIFAX COUNTY BOARD OF ADJUSTMENT TO BE USED IN ACCORDANCE WITH THE CONDITIONS LISTED BELOW:

Applicant: Halifax County Solar, LLC

Name of Business: Halifax County Solar, LLC

Address: Three Radnor Corp. Center - Suite 300, 100 Matsonford Rd, Radnor, PA 19087

Property Owners: see attached list

Address: see attached list

Location of Property: <u>Beaverdam Rd & Neville Farm Road</u>, <u>Enfield</u>, <u>NC 27839</u> – Parcel #04-03659, #04-02946, #04-01208, #04-05468, #04-01923, #04-00469 and #04-03887

Request: To construct & operate a Level 3 Solar Energy System - 80Mw

Condition(s) of Approval: (See attached sheet)

Approval Date: August 13, 2019

Zoning Administrator

If at any time after a conditional use permit has been issued, the Board of Adjustment finds that the conditions imposed and agreements made have not been or are not being fulfilled by the holder of a conditional use permit, the permit shall immediately be revoked and the operation of such a use discontinued. Violations of such conditions, when made part of the ordinance and punishable under Section 907 thereof. If a conditional use permit is terminated for any reason, it may be reinstated only after a public hearing is held. THIS PERMIT SHALL BE RETURNED TO THE ZONING ADMINISTRATOR'S OFFICE WHEN THE BUSINESS IS TERMINATED.

Halifax County Solar LLC – Conditional Use Application Page 1 (5) Property Owner Info and Parcel IDs

Parcel ID#

0403659

Acreage

339

Parcel Address

Beaverdam Rd., Enfield NC 27823

Owner(s)

Quentin Gregory Jr. Trust (Anne Gregory, trustee)

Owner Address

606 Wofford Rd., Durham NC 27707-3934

Owner Phone

919-672-0404

Parcel ID#

0403887

Acreage

74.43

Parcel Address

Beaverdam Rd., Enfield NC 27823

Owner(s)

Reginald H. Collins

Owner Address

1118 Carolina Ave., Roanoke Rapids NC 27870-4012

Owner Phone

252-308-0764

Parcel ID#

0401208

Acreage

148.5

Parcel Address

757 Beaverdam Rd., Enfield NC 27823

Owner(s)

Michael A. & Starlette J. Hedgepeth 670 Perdue Dr., Halifax NC 27839-9426

Owner Address Owner Phone

252-308-74009 (Michael) 252-813-3917 (Starlette)

Parcel ID#

0400469

Acreage

94.42

Parcel Address

Beaverdam Rd., Enfield NC 27823

Owner(s)

Aubrey N. Dickens Jr.

Owner Address

89 Poplar Lane, Halifax NC 27839-9348

Owner Phone

252-985-8747

Parcel ID#

0402946

Acreage

20

Parcel Address

Beaverdam Rd., Enfield NC 27823

Owner(s)

Aubrey N. Dickens Jr.

Owner Address

89 Poplar Lane, Halifax NC 27839-9348

Owner Phone

252-985-8747

Parcel ID#

0401923

Acreage

331.23 Neville Farm Rd., Enfield NC 27823

Parcel Address
Owner(s)

Maurice G. Barnhill 3/5, Mrs. Dallas Neville heirs 2/5 (Andrew Thomas Neville &

Thomas J. Logan)

Owner Address

Barnhill (primary contact): 610 Sherrod Heights, Enfield NC 27823-1538

Owner Phone

Barnhill 252-903-4738

Neville Address

507 Randolph Pines Rd., Enfield NC 27823-8076

Neville Phone

252-445-3315

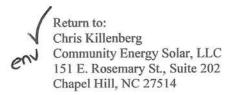
Logan Address

913 Shellbrook Ct., #3, Raleigh NC 27609-4231

Logan Phone

919-787-5979

Decommissioning Plan



Doc ID: 004460770014 Type: CRP Recorded: 08/13/2019 at 04:44:07 PM Receipt#: 2019-00001126 Fee Amt: \$26.00 Page 1 of 14 Revenue Tax: \$0.00 Instr# 201900001452

Halifax, NC Christie C Avens Register of Deeds BK 2596 PG 610-623

NORTH CAROLINA

HALIFAX COUNTY

Halifax County Solar LLC Decommissioning Plan

Pursuant to an application by Halifax County Solar LLC for a Conditional Use Permit for a proposed Level 3 Solar Energy System to be constructed in Halifax County, Halifax County Solar LLC hereby files its Decommissioning Plan.

Compliance

As the owner/operator of the proposed Level 3 Solar Energy System, Halifax County Solar LLC agrees to fully comply with the decommissioning requirements set forth in the Halifax County Solar Energy Systems Ordinance, Section 46-43(e) and 46-43(f) (the "Solar Ordinance").

Leased Property

A portion of the proposed Solar Energy System project site will be leased from the following landowners:

- Quentin Gregory, Jr., Revocable Trust, dated December 27, 2013
 Parcel 0403659, comprising approximately 339 acres
- Reginald H. Collins Parcel 0403887, comprising approximately 74.43 acres

Under the leases, the removal of the solar equipment and restoration of the leased property will be the legal responsibility of Halifax County Solar LLC.

In addition to the decommissioning requirements established by the Solar Ordinance, Halifax County Solar LLC is bound by decommissioning obligations set forth in the leases. The decommissioning language in the leases reads as follows:

7. Removal of Solar Equipment and Restoration of Property.

- 7.1. <u>Upon Termination</u>. As soon as reasonably practicable but in no event later than six (6) months following the expiration or earlier termination of this Lease, Company shall, at Company's sole cost and expense,
 - a. remove all above-ground Solar Facility Equipment,
 - b. remove all Solar Facility Equipment installed below-grade, and
- c. restore the soil surface of the Leased Property to a condition reasonably similar to its original condition.
- 7.2. <u>Landowner Right to Perform</u>. If Company fails to so remove the Solar Facility Equipment within six (6) months after the termination or expiration of this Lease, Landowner may do so and Company shall reimburse Landowner for the reasonable and actual costs of removal incurred by Landowner, less any salvage value received by Landowner, within thirty (30) days after receipt of an invoice from Landowner.
- 7.3. Decommissioning Cost. No more than 90 days in advance of the Commercialization Date, Company shall provide to Landowner an estimate of the cost, calculated by a reputable, mutually agreed upon third-party engineer not associated with the engineer or engineering firm that prepared the site plan or construction plans for the Solar Facility, for the removal of the Solar Facility Equipment from the Leased Property (the "Decommissioning Cost Estimate"). The estimated market value of scrap or recyclable materials shall be considered in calculating the Decommissioning Cost Estimate. The Decommissioning Cost Estimate shall be updated every five (5) years.
- Posting of Security. No later than the Commercialization Date, and for the remaining duration of the Commercial Term (as it may be extended), Company shall post or arrange for the posting of security funds in a manner and amount sufficient to ensure decommissioning of the Solar Facility and removal of the Solar Facility Equipment from the Leased Property consistent with the Decommissioning Cost Estimate, as it may be updated ("Decommissioning Security"). The Decommissioning Security may be posted with an appropriate commercial entity, or if required, a local government agency. The form of the Decommissioning Security shall be in the form of a guaranty, bond, letter of credit, or other form of surety from an entity with an investment grade rating. Notwithstanding the foregoing, in the event that a governmental entity with jurisdiction over the Solar Facility requires Company to post a bond or security to secure its performance in removing the Solar Facility Equipment and restoring the Leased Property, then Company's posting of such bond or security shall be deemed to satisfy its obligations arising under this Section 7.4 to the extent of the amount of such bond or security posted. To the extent of any deficiency between the Decommissioning Cost Estimate and the amount required to be posted by the governmental authority, then Company shall post security in the amount of the deficiency consistent with acceptable forms of such security listed in this Section 7.4

Purchased Property

A portion of the proposed Solar Energy System project site will be purchased by Halifax County Solar LLC prior to construction. Halifax County Solar LLC currently holds purchase options on the following parcels:

- Parcel 0401923, comprising approximately 331.23 acres
 Currently owned by Maurice G. Barnhill (3/5), Andrew Thomas Neville (1/5), and Thomas J. Logan (1/5)
- Parcel 0400469, comprising approximately 94.42 acres Currently owned by Aubrey N. Dickens Jr.
- Parcel 0402946, comprising approximately 20 acres Currently owned by Aubrey N. Dickens Jr.
- A portion of Parcel 0401208, comprising approximately 91 acres Currently owned by Michael Hedgepeth and Starlette Hedgepeth
- Parcel 0405468, comprising approximately 1.01 acres
 Currently owned by Michael Hedgepeth and Starlette Hedgepeth

As the landowner of the parcels listed above at the time of construction, the removal of the solar equipment and restoration of the property will be the legal responsibility of Halifax County Solar LLC.

As the landowner of the parcels listed above at the time of construction, Halifax County Solar LLC agrees to fully comply with the decommissioning requirements set forth in the Solar Ordinance.

Solar Energy System Components

The major components currently scoped for the proposed Solar Energy System include:

- Mono-crystalline solar panels mounted to a single-axis tracking system
- Central inverters and transformers
- Associated aluminum and copper wiring
- Six (6) foot high chain-link security fence

Decommissioning Cost Estimate

Halifax County Solar LLC commissioned Ballentine Associates, P.A., a third-party engineer not associated with the engineer or engineering firm that prepared the site plan, to provide an estimate of the cost of removal and restoration, net of salvage value. Ballentine's report indicates the likelihood that the salvage value will exceed the cost of removal and restoration. The report is as follows:

SOLAR FARM: Halifax County Solar, LLC SITE ADDRESS: Beaverdam Rd. Enfield, NC PREPARED FOR: Community Energy Solar PROJECT NUMBER: 115006.09

DATE: 18-Jul-19





221 Providence Road Chapel Hill, NC 27514 (919) 929-0481

OPINION OF PROBABLE COST FOR SOLAR FARM DECOMMISSIONING

Assumtions:

80.0 MW AC

-- Tracker Racking

112 MW DC

-- Poly Modules 380W

1.40 DC/AC Ratio

| [10 TH # 10 HOLE 주의 전 10 THE CONT NO. 10 | |
|--|--|
| Dual Inverters | |
| imman: | |

| ITEM | QUANTITY | UNIT | SALVAGE UNIT PRICE | TOTAL SALVAGE VALUE | COST TO REMOVE/RESTORE | NET GAIN/LOSS | COMMENTS |
|----------------------------------|------------|-------------|--------------------|---------------------|------------------------|----------------|-------------|
| Wire (Copper) | 634,692 | LB | \$2.72 | \$1,728,790.66 | \$126,938.43 | \$1,601,852.23 | See Note 1 |
| Wire (Aluminum) | 17,407 | LB | \$0.82 | \$14,228.07 | \$3,481.41 | \$10,746.66 | See Note 1 |
| Racking System | 14,589,700 | LB | \$0.13 | \$1,905,921.93 | \$476,480.48 | \$1,429,441.45 | See Note 2 |
| Solar Modules (Thin-Film)* | 294,750 | EA | \$0.00 | \$0.00 | \$589,500.00 | -\$589,500.00 | See Note 3* |
| Solar Modules (Crystalline)* | 294,750 | EA | \$3.80 | \$1,120,050.00 | \$589,500.00 | \$530,550.00 | See Note 3* |
| Inverters | 65,968 | LB of Metal | \$0.92 | \$60,426.69 | \$72,000.00 | -\$11,573.31 | See Note 4 |
| Transformers | 86,400 | kVA | \$5.00 | \$432,000.00 | \$160,000.00 | \$272,000.00 | See Note 5 |
| Concrete Pad | 32 | EA | \$0.00 | \$0.00 | \$48,000.00 | -\$48,000.00 | See Note 6 |
| 6' Chain Link Fencing | 193,930 | LB | \$0.04 | \$7,757.20 | \$678,755.00 | -\$670,997.80 | See Note 7 |
| Substation | 1 | EA | 20% Cost to Remove | \$17,000.00 | \$85,000.00 | -\$68,000.00 | See Note 8 |
| Land Restoration | 975 | AC | \$0.00 | \$0.00 | \$487,500.00 | -\$487,500.00 | See Note 9 |
| TOTAL | | | | \$5,286,174.55 | \$2,727,655.32 | \$2,558,519.22 | |
| 10% Contingency/Salvage Credit** | | | | \$4,757,557.09 | \$3,000,420.86 | \$1,757,136.24 | |

^{**}Increase gross cost by 10% in order to eliminate discrepency in cost estimation techniques. Reduce salvage value by 10% such that only 90 of salvage value can be used as a credit against the Gross cost and Admin factor.

Notes: 1. Wire

| | Length LB | Total LBs | |
|------------------------|-----------|-----------|---------|
| MV - 1/0 AWG (Copper) | 42,560 | 363.013 | 15,450 |
| MV - 1/3 (AL) | 42,560 | 409 | 17,407 |
| AC output (Copper) | 107,040 | 99.181 | 10,616 |
| DC output (Copper) | 9,200,000 | 66.155 | 608,626 |
| Total Copper | | | 634,692 |
| Total Aluminium | | | 17,407 |
| Cost to Remove: | \$0.20 pe | r pound | |

2. Racking System

Racks:

5810

Posts (10' W6x9) per rack:

13

Total Posts:

75,530

Total post weight (LBS):

6,797,700

Total Racking Weight (LBS):

7,792,000

Total Structure Weight: 14,589,700

Cost to Remove Racking System: Assumes 25% of salvage value

3. Solar Modules

Cost to Remove Modules:

Salvage Value:

\$0.01 Per Watt

\$2.00 Per module *Crystalline assumed for cost estimation; thin film shown for reference.

Total

\$60,952

13530 lbs

180400 lbs

*For crystalline modules only

\$/LB

4. Inverters

Total LBS Number of Inverters: 32 131,936 26,387 Weight Per Inverter (LBS): 4123

20% 26,387 % Steel: % Aluminum: 20% 13,194 65,968 0.13 \$3,447 0.82 \$21,568 2.72 \$35,937

Total:

\$2,250 Each Cost to Remove Inverters

5. Transformers

Total Transformers:

32

10%

Transformer: Total kVA:

% Copper:

2,700 kVA

86,400

Value: Cost to Remove Transformer: \$5/kVA \$5,000

6. Concrete Pad

Cost to remove pad:

\$1,500

Assumes 1 pad per transformer

7. Chain Link Fencing

1 Post per 10 LF, Fence post weighs 3lbs each with a value of \$0.04/LB

Fence Weight =

Fencing:

Fence Posts: 6' tall fence weighs 4lbs per LF of fence with salvage value of \$0.04/LB Post weight =

Total LF on Project:

45,100

193,930 lbs Total Weight:

Cost to remove fencing:

\$3.50/LF

8. Substation & Substation Equipment

Cost to Remove:

\$85,000

Salvage Value: 20% of Cost to Remove

9. Land Restoration

\$500/Acre Includes ersoion control

NON-FERROUS

Trading summary

Current year Price graph

Price Average Usefut graph prices links

Data vinit Im 26 June 2015

LME OFFICIAL PRICES, USS PER TONNE

| CONTRACT | ALUMINIUM ALLOY | ALUMINIUM | COPPER | LEAD |
|------------|--------------------|-----------|---------|----------|
| Cash Berer | 1210-60 | 1670 DE | 6001.00 | /497w-03 |

LME STEEL SCRAP

Trading, Current year Price Average summary summary graph prices

specs

Data valid for \$2 June 2015

LME CLOSING PRICES, US\$ PER TONNE

| CONTRACT | PRICE |
|----------|-------|
| zienn t | |

Price Conversion:

1 Tonne = 2204.62 LBs

\$/LB

Metal

Aluminium:

0.82

Copper:

2.72

Steel:

0.13

Christopher Killenberg
Special Manager

Quentin Gregory, Jr., Revocable Trust, dated December 27, 2013

Anne H. Gregory Trustee

David J. Bradley

Trustee

Reginald H. Collins

Reginald H. Collins Individual

Halifax County Solar LLC

Christopher Killenberg Special Manager

Quentin Gregory, Jr., Revocable Trust, dated December 27, 2013

Anne H. Gregory

Trustee

David J. Bradley

Trustee

Reginald H. Collins

Reginald H. Collins Individual

Halifax County Solar LLC

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Individual

Halifax County Solar LLC

Christopher Killenberg Special Manager

Quentin Gregory, Jr., Revocable Trust, dated December 27, 2013

Anne H. Gregory

Trustee

David J. Bradley

Trustee

Reginald H. Collins

Reginald Callins
Reginald H. Collins

Individual

| STATE OF North Corolina |) |
|-------------------------|------|
| |) ss |
| COUNTY OF Orange |) |

On the 13 day of Angust , 2019, before the undersigned, personally appeared Christopher Killenberg, personally known to me or proved to me on the basis of satisfactory evidence to be the individual whose name is subscribed to the within instrument, and acknowledged to me that he executed the same in his capacity as Special Manager of Halifax County Solar LLC.

Notary Public

My commission expires: 10-01-2020

CHRISTENE TASHJIAN
Notary Public, North Carolina
Orange County
My Commission Expires

| STATE OF | NC |) | , | | | |
|-----------------------------------|--|--|--------------|---------------|---|--------|
| COUNTY OF _ | Durhan |) s) | s. | | | |
| appeared Anne H evidence to be | the individual me that she exec | onally known to whose name | to me or pro | ved to me on | undersigned, personall the basis of satisfactor within instrument, an of the Quentin Gregory | y d |
| | SALLEN ON TO SERVICE OF THE PARTY OF THE PAR | NOPAN MANAGEMENT OF OCK OF THE PROPERTY | | Notary Public | | |

| STATE OF | North Carolina |) |
|-----------|----------------|-------|
| | |) ss. |
| COUNTY OF | Mach |) |

On the Gth day of August, 2019, before the undersigned, personally appeared David J. Bradley, personally known to me or proved to me on the basis of satisfactory evidence to be the individual whose name is subscribed to the within instrument, and acknowledged to me that he executed the same in his capacity as Trustee of the Quentin Gregory, Jr., Revocable Trust, dated December 27, 2013.

Notary Public

DONNA D. LEONARD
NOTARY PUBLIC
Nash County, NC

My commission expires: 1272-2022

| STATE OF NORTH Carolina |) |
|-------------------------|-------|
| |) ss. |
| COUNTY OF Halifax |) |

On the THO day of August, 2019, before the undersigned, personally appeared Reginald H. Collins, personally known to me or proved to me on the basis of satisfactory evidence to be the individual whose name is subscribed to the within instrument, and acknowledged to me that he executed the same in his capacity an individual.

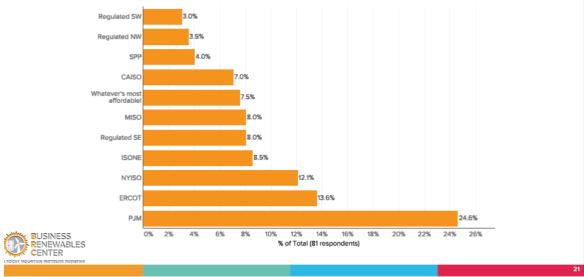
Notary Public

My commission expires: 12/11/2019

Schedule 8

Renewables Demand Projections

Buyers only: In the next year, what 3 regions are you most interested in procuring renewables?



Source: Business Renewables Center

CERTIFICATE OF SERVICE

This is to certify that the undersigned has this day served the foregoing APPLICATION FOR A CERTIFICATE OF PUBLIC CONVENIENCE AND NECESSITY FOR A MERCHANT PLANT upon the following by electronic mail as follows:

Christopher Ayers, Esq.
Executive Director - NC Public Staff
Chris. Ayers @psncuc.nc.gov

Megan Jost NC Public Staff - Legal Division megan.jost@psncuc.nc.gov

NC Public Staff- Legal Division 4326 Mail Service Center Raleigh, NC 27599

This the 30th day of August, 2019.

Benjamin L. Snowden

Beyon L. Swoul