



**Prepared for Kathryn Yarnall**

00G06V | Go Green \$0.15/kWh - 2.9% Esc  
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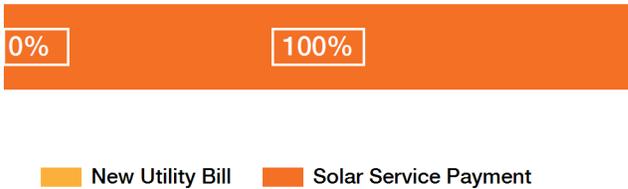
**Solar Service Agreement Summary**

Go Green \$0.15/kWh - 2.9% Esc : PPA

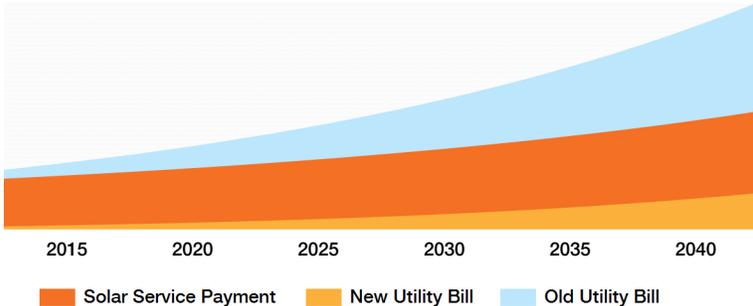
Utility kWh Rate	Monthly Bill Without Solar Service	Annual Bill Without Solar Service	Next 25 Years Without Solar Service
\$0.219	\$86	\$1,033	\$56,660
Solar kWh Rate <sup>2</sup>	Solar Service Payment <sup>1</sup>	Solar Savings Next Year <sup>2</sup>	Solar Savings Next 25 Years <sup>2</sup>
\$0.150	\$68	\$154	\$21,918

1. Assumes automated clearing house (ACH) direct debit discount  
 2. Savings are based on the estimated system production and are a function of the difference between the cost of the solar service agreement and the avoided cost of electricity from your utility. The energy usage and savings referenced herein are for discussion purposes only and should not be relied on.

**Utility Bill Offset**



**Savings Over Time**



**Your Solar Service Agreement Includes:**

- Expert Design and Installation.** Our local partners are knowledgeable, experienced solar contractors with proven track records of quality solar installations.
- System Maintenance and Warranty.** Sunnova owns the solar equipment and will take care of any repairs or replacements for the life of the system.
- Insurance.** Our comprehensive coverage insures your system against damage and theft so you don't have to.
- System Monitoring.** We continually monitor your system's performance. If we detect any issues, we will dispatch our services teams to diagnose and correct the problem.
- Performance Guarantee.** Pay only for the power provided by Sunnova.



### Detailed Cash Flow

Year	Old Bill	New Bill	Solar Payments	Net Savings	Cumulative Savings
0			\$0	\$0	\$0
1	\$1033	\$62	\$816	\$154	\$154
2	\$1095	\$71	\$836	\$188	\$342
3	\$1160	\$81	\$856	\$224	\$566
4	\$1230	\$91	\$877	\$262	\$828
5	\$1304	\$103	\$898	\$304	\$1132
6	\$1382	\$115	\$919	\$348	\$1479
7	\$1465	\$129	\$941	\$395	\$1874
8	\$1553	\$144	\$964	\$445	\$2320
9	\$1646	\$160	\$987	\$499	\$2819
10	\$1745	\$177	\$1011	\$557	\$3376
11	\$1849	\$196	\$1035	\$618	\$3994
12	\$1960	\$217	\$1060	\$684	\$4679
13	\$2078	\$239	\$1085	\$754	\$5433
14	\$2203	\$263	\$1111	\$829	\$6261
15	\$2335	\$289	\$1138	\$908	\$7169
16	\$2475	\$317	\$1165	\$993	\$8162
17	\$2623	\$348	\$1193	\$1083	\$9245
18	\$2781	\$381	\$1222	\$1179	\$10423
19	\$2948	\$416	\$1251	\$1281	\$11704
20	\$3125	\$455	\$1281	\$1389	\$13093
21	\$3312	\$496	\$1312	\$1504	\$14597
22	\$3511	\$541	\$1343	\$1627	\$16224
23	\$3721	\$589	\$1376	\$1757	\$17981
24	\$3945	\$641	\$1409	\$1895	\$19876
25	\$4181	\$697	\$1442	\$2042	\$21918
<b>Total</b>	<b>\$56,660</b>	<b>\$7,215</b>	<b>\$27,527</b>	<b>\$21,918</b>	<b>\$21,918</b>

### Financial Summary

Initial Payment	\$0.00
Incentives	\$0.00
Current Utility Bill	\$86.06
New Utility Bill	\$5.17
Monthly Payment (Year 1)	\$68.03
Total New Bill	\$73.20
Savings First Month	\$12.86
Savings First Year	\$154.31
Lifetime Savings	\$21,918
Term (Years)	25
Annual Increase	2.9%

### System Information

System Size (DC/AC)	2.8 kW / 2.6 kW
Yr 1 Production	5,442 kWh
Lifetime Production	128,205 kWh

### Utility Assumptions

Monthly Electric Bill Avg	\$86
Monthly Electric Usage Avg	431 kWh
Annual Electric Usage	5,174 kWh
Electric Usage Offset	100%
Electric Bill Offset	104%
Electric Rate Increase	6.0%
Utility Provider	San Diego Gas & Electric - SDG
Current Plan	Residential Service (Rate DR-C)
Post-solar Plan	Net Metered Residential Servic

### FAQ's

#### How does Sunnova track my solar system's production and determine my monthly bill amount?

Sunnova uses a utility grade meter and cellular technology to continually track your system's production. Sunnova shares this information with you through your Customer Portal login. Your PPA secures a flat kilowatt rate for the entirety of your solar service agreement. Sunnova bills you monthly for your system's production based on this kilowatt rate.

#### What happens if I move during the solar service agreement?

If you sell your home during the term of your agreement, we offer three easy solutions. You can either transfer the solar service agreement to the new homeowner if Sunnova approves such transfer, prepay the remaining payments or move the solar system to your new home.

#### What options do I have at the end of my agreement?

When the term of your agreement is up, you can renew the agreement or have the system removed at no cost. You also have the option to purchase the system at the end of term or on the five year anniversary of the end of the initial term.

#### What happens after I sign my solar service agreement?

After you sign your agreement, we'll work with you and our Partner to get your system installed as quickly as possible. After you have completed the credit application and been approved, we will call you to validate the agreement. Then Sunnova and our Partner will complete any other necessary paperwork, including pulling permits and designing the system, prior to construction of the solar system.

#### About Sunnova

Sunnova provides cheaper, cleaner, greener electricity to thousands of homeowners across the United States. Our network of local installation partners works with homeowners to build custom solar systems on residential roofs, offering each customer the benefits of solar energy. Sunnova owns, maintains and monitors these best-in-class residential solar systems, providing worry-free electricity to customers. To find out more visit us at <http://www.sunnova.com> or call us 1-855-277-6379.

## SUMMARY

Homeowner Name and Address	Co-Owner Name (If Any)	Installation Location	Contractor License
<b>Kathryn Yarnall</b> <b>12613 Buckwheat Ct., San Diego, CA 92129</b>	<b>Ronald Yarnall</b>	<b>12613 Buckwheat Ct., San Diego, CA 92129</b>	<b>Suncrest Solar</b> <b>1550 S. Milliken Avenue Suite J</b> <b>Ontario, California 91761</b> <b>987868 California</b>
Contract ID <b>00G06V</b>			
<b>Estimated Solar Energy Production</b>			
		First Year Annual Production:	5,442 kWh
		Initial Term Total Production:	128,051 kWh
<b>Payment Terms</b>			
		Annual Increase of Solar Energy Rate:	2.90% / year
		First Year Solar Energy Rate, if paid by ACH:	\$0.150 / kWh
		First Year Solar Energy Rate, if <u>not</u> paid by ACH:	\$0.165 / kWh
		Estimated Monthly Bill in First Year, if paid by ACH:	\$68.03 / month
		Estimated Monthly Sunnova in First Year, if <u>not</u> paid by ACH:	\$74.83 / month

### 1. Introduction.

This Power Purchase Agreement (this “Power Purchase Agreement” or “PPA”) is the agreement between you and Sunnova Energy Corporation (together with its successors and assigns, “Sunnova” or “we”), covering the sale to you of the power produced by the solar panel system (the “System”) described below. Sunnova agrees to sell to you, and you agree to buy from Sunnova, all of the power produced by the System on the terms and conditions described in this Power Purchase Agreement. The System will be installed by Sunnova or a contractor acting on Sunnova’s behalf at the address you listed above. This Power Purchase Agreement will refer to this address as the “Property” or your “Home.” Sunnova provides you with a Limited Warranty (the “Limited Warranty”). The Limited Warranty is attached as **Exhibit 1**. This is a legally binding agreement with disclosures required by law, so please read everything carefully. If you have any questions regarding this Power Purchase Agreement, please ask your Sunnova sales consultant. Note that references in this PPA to the term “day” means a calendar day.

### 2. Term.

Sunnova agrees to sell you the power generated by the System for 25 years (300 months), plus, if the Interconnection Date is not on the first day of a calendar month, the number of days left in that partial calendar month. We refer to this period of time as the “Term.” The Term begins on the Interconnection Date. The “Interconnection Date” is the date that the System is turned on and generating power. Sunnova will notify you by email when the System is ready to be turned on.

### 3. Power Purchase Agreement Payments; Amounts.

- (a) Power Price. You are purchasing the power the System produces. The price of that power is set forth on the “Value Statement” attached as **Schedule A**.
- (b) Payments. Schedule A details, among other things, (i) the price per kWh you will be charged; (ii) the annual percentage price increase (if any); and (iii) Sunnova’s estimate of the amount of power that is expected to be produced by the System over the entire Initial Term. You will pay no Monthly Payments if you are fully prepaying this PPA. Monthly Payments are due on the seventeenth (17<sup>th</sup>) calendar day of the month for the previous calendar month unless it is not a business day, then the Monthly Payment for such month will be due on the first business day after the seventeenth calendar day of such month. You will have regular access to the System’s production via your Sunnova online account. Actual production will vary from estimated production due to weather and other conditions. Payments due upon installation are due immediately prior to commencement of installation.
- (c) Payment Reconciliation. If (i) the System is off line for more than seven (7) full twenty-four (24) hour days cumulatively during the Term (for example, you remove the System to do renovations to your Home); or (ii) you take some action that significantly reduces the output of the System; or (iii) you don’t trim your bushes or trees to their appearance when you signed this PPA to avoid foliage growth from shading the System, then Sunnova will reasonably

estimate the amount of power that would have been delivered to you during such outages or reduced production periods and shall consider that as actual production for purposes of this paragraph. You will not be charged for the System being off line due to Sunnova's fault, or if it's due to grid failure or power outages caused by someone other than you.

stolen; and prior to changing your power supplier;

- (xi) have anyone who has an ownership interest in your Home sign this Power Purchase Agreement; and
- (xii) return any documents we send you for signature (like incentive claim forms) within seven (7) days of receiving them.

#### 4. Power Purchase Agreement Obligations.

##### (a) **System, Home and Property Maintenance**

###### You agree to:

- (i) only have the System repaired pursuant to the Limited Warranty and reasonably cooperate when repairs are being made;
- (ii) keep trees, bushes and hedges trimmed so that the System receives as much sunlight as it did when Sunnova initially installed the System;
- (iii) keep the panels clean, pursuant to the Limited Warranty and the Guide (as such term is defined in Exhibit 1);
- (iv) not modify your Home in a way that shades the System;
- (v) be responsible for any conditions at your Home that affect the installation (e.g., blocking access to the roof, or removing a tree that is in the way, prior work you have done on your home that was not permitted);
- (vi) not remove any markings or identification tags on the System;
- (vii) permit Sunnova, after we give you reasonable notice, to inspect the System for proper operation as we reasonably determine necessary;
- (viii) use the System primarily for personal, family or household purposes, but not to heat a swimming pool;
- (ix) not do anything, permit or allow to exist any condition or circumstance that would cause the System not to operate as intended at the Property;
- (x) notify Sunnova if you think the System is damaged or appears unsafe; if the System is

##### (b) **System Construction, Repair, Insurance and Sunnova's obligations:**

###### Sunnova agrees to cause our contractors to:

- (i) schedule the installation of the System at a mutually convenient date and time;
- (ii) construct the System according to written plans you review;
- (iii) provide you with a meter to accurately measure the amount of power the System delivers to you;
- (iv) notify you if the System design has to be materially changed so that you can review any such changes;
- (v) clean up after ourselves during the construction of the System;
- (vi) insure the System against all damage or loss unless (A) that damage or loss is caused by your negligence; or (B) you intentionally damage the System;
- (vii) repair the System pursuant to the Limited Warranty and reasonably cooperate with you when scheduling repairs;
- (viii) create a priority stream of operation and maintenance payments to provide enough cash flow in our financing transactions to pay for the Limited Warranty obligations and the repair and maintenance of the System in accordance with this PPA even if Sunnova ceases to operate; and
- (ix) not put a lien on your Home or Property.

##### (c) **Home Renovations or Repairs**

If you want to make any repairs or improvements to the Property that could interfere with the System

(such as repairing the roof where the System is located), you may only remove and replace the System pursuant to the Limited Warranty.

**(d) Automatic Payment, Fees; Late Charges**

In addition to the other amounts you agree to pay in this Power Purchase Agreement, you agree to pay the following:

- (i) **Automatic Payment Discount:** All prices include a ten percent (10%) monthly discount for using automatic payment. You will not receive a ten percent (10%) monthly discount if you do not make automatic Monthly Payments through your checking or savings account;
- (ii) **Late Payments: accrue interest at the lesser of twelve percent (12%) annually or the maximum allowable rate by applicable law beginning on the sixteenth (16th) day after the date the payment was due and continuing until paid in full; and**
- (iii) **Product Change Fee:** if after you sign this Power Purchase Agreement, but before we begin installation, you decide you would prefer an alternative Sunnova product you will pay a \$250 change fee.

**(e) Estimated Taxes**

You agree to pay any applicable sales or use taxes on the Monthly Payments (or prepayment, as applicable) due under this PPA. If this PPA contains a purchase option, you agree to pay any applicable tax on the purchase price for the System. You also agree to pay as invoiced any applicable personal property taxes on the System that your local jurisdiction may levy. The total estimated amount you will pay for taxes over the Term is \$0.00 assuming that tax rates stay the same as they are on the date of this PPA. In the event the tax rates change during the Term that amount will change.

**(f) No Alterations**

You agree that you will not make or allow any other party to make any modifications, improvements, revisions or additions to the System or take any other action that could void the Limited Warranty on the System without Sunnova's prior written consent. If you make or allow any other party to make any modifications, improvements, revisions or additions to the System, they will become part of the System and shall be Sunnova's property.

**(g) Access to the System**

- (i) You grant to Sunnova and its employees, agents and contractors the right to reasonably access all of the Property as necessary for the purposes of (A) installing, constructing, operating, owning, repairing, removing and replacing the System or making any additions to the System or installing complementary technologies on or about the location of the System; (B) enforcing Sunnova's rights as to this Power Purchase Agreement and the System; (C) installing, using and maintaining electric lines and inverters and meters, necessary to interconnect the System to your electric system at the Property and/or to the utility's electric distribution system; or (D) taking any other action reasonably necessary in connection with the construction, installation, operation, maintenance, removal or repair of the System. This access right shall continue for up to ninety (90) days after this Power Purchase Agreement expires to provide Sunnova with time to remove the System at the end of the Power Purchase Agreement. Sunnova shall provide you with reasonable notice of its need to access the Property whenever commercially reasonable.

- (ii) During the time that Sunnova has access rights you shall ensure that its access rights are preserved and shall not interfere with or permit any third party to interfere with such rights or access. You agree that the System is not a fixture, but Sunnova has the right to file any UCC-1 financing statement or fixture filing that confirms its interest in the System.

**(h) Indemnity**

To the fullest extent permitted by law, you shall indemnify, defend, protect, save and hold harmless Sunnova, its employees, officers, directors, agents, successors and assigns from any and all third party claims, actions, costs, expenses (including attorneys' fees and expenses), damages, liabilities, penalties, losses, obligations, injuries, demands and liens of any kind or nature arising out of, connected with, relating to or resulting from your negligence or willful misconduct; provided, that nothing herein shall require you to indemnify Sunnova for its own negligence or willful misconduct. The provisions of

this paragraph shall survive termination or expiration of this Power Purchase Agreement.

**(i) Payments**

Schedule A describes your payment obligations under this PPA. SUBJECT TO SECTION 3(b) ABOVE, YOU AGREE THAT THE OBLIGATION TO PAY ALL PAYMENTS AND ALL OTHER AMOUNTS DUE UNDER THIS PPA SHALL BE ABSOLUTE AND UNCONDITIONAL UNDER ALL CIRCUMSTANCES AND SHALL NOT BE SUBJECT TO ANY ABATEMENT, DEFENSE, COUNTERCLAIM, SETOFF, RECOUPMENT OR REDUCTION FOR ANY REASON WHATSOEVER, IT BEING THE EXPRESS INTENT OF THE PARTIES THAT ALL AMOUNTS PAYABLE BY YOU HEREUNDER SHALL BE, AND CONTINUE TO BE, PAYABLE IN ALL EVENTS INCLUDING BY YOUR HEIRS AND ESTATE AND, EXCEPT AS SET FORTH BELOW IN SECTIONS 5 AND 25, YOU HEREBY WAIVE ALL RIGHTS YOU MAY HAVE TO REJECT OR CANCEL THIS PPA, TO REVOKE ACCEPTANCE OF THE SYSTEM, OR TO GRANT A SECURITY INTEREST IN THE SYSTEM.

**(j) Option to Prepay all Payments Remaining on the PPA**

At any time during this PPA, you may prepay all payments remaining on this PPA, equal to: (i) all accrued but unpaid Monthly Payments, taxes, late charges, penalties, interest and all or any other sums then accrued or due and owing, plus (ii) the amount set forth on Schedule A in the column titled "Prepay Option" which has been discounted to present value at 5% per annum, plus (iii) reasonable compensation, on a net after tax basis assuming a tax rate of 35%, for the loss or recapture of (A) the investment tax credit equal to thirty percent (30%) of the System cost, including installation; and (B) accelerated depreciation over five (5) years equal to eighty five percent (85%) of the System cost, including installation, and for the loss of any anticipated benefits pursuant to Section 8 of this PPA (Sunnova shall furnish you with a detailed calculation of such compensation if such a claim is made).

**5. Conditions Prior to Installation of the System; Change Orders.**

- (a)** Sunnova's obligation to install the System and sell you the power it produces is conditioned on the

following items having been completed to its reasonable satisfaction:

- (i) completion of (A) the engineering site audit (a thorough physical inspection of the Property, including, if applicable, geotechnical work), (B) the final System design, and (C) real estate due diligence to confirm the suitability of the Property for the construction, installation and operation of the System;
- (ii) approval of this Power Purchase Agreement by Sunnova's financing sources;
- (iii) your meeting Sunnova's credit underwriting criteria then in effect;
- (iv) confirmation of rebate, tax credit and renewable energy credit payment availability in the amount used to calculate the Monthly Payments set forth in this Power Purchase Agreement;
- (v) confirmation that Sunnova will obtain all applicable benefits referred to in Section 8;
- (vi) receipt of all necessary zoning, land use and building permits; and
- (vii) completion of any renovations, improvements or changes reasonably required at your Home or on the Property (e.g., removal of a tree or necessary roof repairs to enable us to safely install the System).

Sunnova may terminate this Power Purchase Agreement without liability if, in its judgment, any of the above listed conditions will not be satisfied for any reasons. Once Sunnova starts installation, however, it may not terminate this Power Purchase Agreement for your failure to satisfy the above listed conditions.

- (b)** Amendments, Your Right to Terminate for Material Changes.

Both parties will have the right to terminate this PPA, without penalty or fee, if Sunnova determines after the engineering site audit of your Home that it has misestimated the System's annual production by more than ten percent (10%). Such termination right will expire at the earlier of (i) one (1) week prior to the scheduled System installation date and (ii) one

(1) month after we inform you in writing of the revised production estimate. If neither party exercises their right to terminate this PPA following a ten percent (10%) change in the System's production, then any changes to the System will be documented in an amendment to this PPA. You authorize Sunnova to make corrections to the utility paperwork to conform to this PPA or any amendments to this PPA we both sign.

#### 6. **Warranty.**

YOU UNDERSTAND THAT THE SYSTEM IS WARRANTED SOLELY UNDER THE LIMITED WARRANTY ATTACHED AS **EXHIBIT 1**, AND THAT THERE ARE NO OTHER REPRESENTATIONS OR WARRANTIES, EXPRESS OR IMPLIED, AS TO THE MERCHANTABILITY, FITNESS FOR ANY PURPOSE, CONDITION, DESIGN, CAPACITY, SUITABILITY OR PERFORMANCE OF THE SYSTEM OR ITS INSTALLATION. THE WARRANTY SET FORTH HEREIN REPRESENTS THE SOLE AND EXCLUSIVE REMEDY YOU HAVE AGAINST SUNNOVA RELATING TO THE SYSTEM OR THE POWER PURCHASED THEREUNDER.

#### 7. **Transfer.**

Sunnova works with banks, companies and other financing parties to finance the System. As a result, Sunnova may assign this PPA to one of its financing parties. In addition, Sunnova may assign this PPA to its affiliates or a third party that purchases the PPA. You agree that Sunnova may pledge, assign, sell or transfer the System and this Power Purchase Agreement, or any part of this Power Purchase Agreement or the exhibits, without your consent. Assignment, sale or transfer generally means that Sunnova would transfer all or a portion of its rights and certain of its obligations under this Power Purchase Agreement to another party.

#### 8. **Ownership of the System; Tax Credits and Rebates.**

You agree that the System is and shall remain Sunnova's exclusive personal property under the Uniform Commercial Code or otherwise. You understand and agree that this PPA is not a contract to sell or lease the System to you. Sunnova owns the System for all purposes, including any data generated from the System. You shall at all times keep the System free and clear of all liens, claims, levies and legal processes not created by Sunnova, and shall at your expense protect and defend Sunnova against the same.

YOU UNDERSTAND AND AGREE THAT ANY AND ALL (i) TAX CREDITS (ii) TAX INCENTIVES, (iii)

RENEWABLE ENERGY CREDITS, GREEN TAGS, OR CARBON OFFSET CREDITS, (iv) UTILITY REBATES, OR (v) ANY OTHER NON-POWER ATTRIBUTES OF THE SYSTEM ARE THE PROPERTY OF AND FOR THE BENEFIT OF SUNNOVA, USABLE AT ITS SOLE DISCRETION. SUNNOVA SHALL HAVE THE EXCLUSIVE RIGHT TO ENJOY AND USE ALL SUCH BENEFITS, WHETHER SUCH BENEFITS EXIST NOW OR IN THE FUTURE. YOU AGREE TO REFRAIN FROM ENTERING INTO ANY AGREEMENT WITH YOUR UTILITY THAT WOULD ENTITLE YOUR UTILITY TO CLAIM ANY SUCH BENEFITS RETAINED BY SUNNOVA. YOU AGREE TO REASONABLY COOPERATE WITH SUNNOVA SO THAT IT MAY CLAIM ANY TAX CREDITS, RENEWABLE ENERGY CREDITS, REBATES, CARBON OFFSET CREDITS OR ANY OTHER BENEFITS FROM THE SYSTEM. THIS MAY INCLUDE TO THE EXTENT ALLOWABLE BY LAW, ENTERING INTO NET METERING AGREEMENTS, INTERCONNECTION AGREEMENTS, AND FILING RENEWABLE ENERGY/CARBON OFFSET CREDIT REGISTRATIONS AND/OR APPLICATIONS FOR REBATES FROM THE FEDERAL, STATE OR LOCAL GOVERNMENT OR A LOCAL UTILITY AND GIVING THESE TAX CREDITS, RENEWABLE ENERGY/CARBON CREDITS, REBATES OR OTHER BENEFITS TO SUNNOVA.

#### 9. **Purchasing the System Prior to the End of the Term.**

In addition to purchasing the System at the end of the Term (see Schedule A), you have the option to purchase the System prior to the end of the Term. To exercise this option you must be in good standing under this Power Purchase Agreement and you need to give us at least one (1) month's, but not more than three (3) months' prior written notice. You can purchase this System:

- (i) on the five (5) year anniversary of the beginning of the Term and every annual anniversary after the five (5) year anniversary; and
- (ii) at any time after the five (5) year anniversary of the beginning of the Term, when you sell your Home; and
- (iii) if Sunnova ever ceases its operations.

In each of (i), (ii) and (iii) above, the price you will pay for the System will be the greater of the System's fair market value ("FMV") and the amount shown on Schedule A. The interests of any financing party shall not be taken into account when determining the FMV; a third party independent appraiser will be retained to compute the System's FMV. Sunnova's maintenance and repair obligations will end when you purchase the System unless you enter into a new maintenance and repair agreement

with Sunnova, provided that you will have no less than a ten (10) year warranty on the System beginning on the Interconnection Date that guarantees that the System will be free from defects in workmanship or defects in, or breakdown of, materials or components.

## 10. Renewal.

*If you are in compliance with your PPA, you have the option to renew your PPA for up to ten (10) years in two (2) consecutive five (5) year renewal periods. We will send you renewal forms at least ninety (90) days prior to the expiration of the Term, which forms shall set forth the new rates per kwh applicable for the renewal term as well as the rates applicable in the event the PPA is renewed for one (1) year as provided for herein. The renewal forms will give you the option to: (a) elect to renew the PPA for an additional five (5) year term at the rates specified in the renewal notice; or (b) elect not to renew the PPA. You must make your election whether to renew or not at least thirty (30) days prior to the end of the then current term of the PPA. In the event that you affirmatively elect not to renew this PPA as provided for in part (b) above this PPA shall expire by its terms on the expiration of the then current term. If you don't send us anything in writing you will be deemed to have renewed for an additional one (1) year term at a rate which equals the rate per kwh applicable at the expiration of the then current term plus two point nine percent (2.9%) and this PPA shall continue to renew for additional one (1) year terms on the above described rate terms until (i) you give us notice at least thirty (30) days prior to the expiration of the then current term that you do not wish to renew; or (ii) we send you a notice terminating the PPA at least thirty (30) days prior to the expiration of the then current term.*

## 11. Selling Your Home.

(a) If you sell your Home you can:

(i) **Transfer this Power Purchase Agreement and the Monthly Payments**

If the person buying your Home meets Sunnova's credit requirements, then where permitted by the local utility, the person buying your Home can sign a transfer agreement assuming all of your rights and obligations under this Power Purchase Agreement.

(ii) **Move the System to Your New Home**

If you are moving to a new home in the same utility district, where permitted by the local

utility, the System can be moved to your new home pursuant to the Limited Warranty. You will need to pay all costs associated with relocating the System, execute and provide the same access and ownership rights to Sunnova as provided for in this PPA and provide any third party consents or releases required by Sunnova in connection with the substitute premises.

(iii) **Prepay this Power Purchase Agreement and Transfer only the Use of the System**

You can prepay this Power Purchase Agreement as set forth in Section 4(J). The Person buying your Home will only need to sign a transfer agreement to assume your rights and non-Monthly Payment obligations under this PPA in substantially the same form as Exhibit 3 to this PPA (a "Transfer Agreement").

- (b) You agree to give Sunnova at least fifteen (15) days but not more than three (3) months' prior written notice if you want someone to assume your PPA obligations. In connection with this assumption, you, your approved buyer and Sunnova shall execute a Transfer Agreement. Unless we have released you from your obligations in writing, you are still responsible for performing under this PPA. If your buyer defaults on this PPA and we have not yet signed the Transfer Agreement, you will be responsible for their default. We will release you from your obligations under this PPA in writing once we have a signed Transfer Agreement with the person buying your Home (provided such person has been approved as a transferee by Sunnova in writing).
- (c) If you sell your Home and can't comply with any of the options in subsection (a) above, you will be in default under this Power Purchase Agreement. Section 11(a) includes a Home sale by your estate or heirs.
- (d) EXCEPT AS SET FORTH IN THIS SECTION, YOU WILL NOT ASSIGN, SELL, PLEDGE OR IN ANY OTHER WAY TRANSFER YOUR INTEREST IN THE SYSTEM OR THIS PPA WITHOUT OUR PRIOR WRITTEN CONSENT, WHICH SHALL NOT BE UNREASONABLY WITHHELD AS LONG AS YOU AND THE PROPOSED TRANSFEREE MEET THE OTHER REQUIREMENTS SET FORTH HEREIN.

**12. Loss or Damage.**

Unless you are negligent or you intentionally damage the System, Sunnova will bear all of the risk of loss, damage, theft, destruction or similar occurrence to any or all of the System.

In the event you are negligent or intentionally damage the System you shall be liable to pay Sunnova the greater of (a) the actual damages suffered by Sunnova; or (b) the amount determined in Section 4(J). Except as expressly provided in this PPA, no loss, damage, theft or destruction will excuse you from your obligations under this PPA, including Monthly Payments.

**13. Limitation of Liability.****(a) No Consequential Damages**

SUNNOVA'S LIABILITY TO YOU UNDER THIS POWER PURCHASE AGREEMENT SHALL BE LIMITED TO DIRECT, ACTUAL DAMAGES ONLY. YOU AGREE THAT IN NO EVENT SHALL EITHER PARTY BE LIABLE TO THE OTHER FOR CONSEQUENTIAL, INCIDENTAL, PUNITIVE, EXEMPLARY, SPECIAL OR INDIRECT DAMAGES.

**(b) Actual Damages**

EXCEPT FOR CLAIMS UNDER SECTION 4(H), NEITHER PARTY'S LIABILITY TO THE OTHER WILL EXCEED AN AMOUNT EQUAL TO THE MAXIMUM AMOUNT THAT COULD BE PAYABLE BY YOU UNDER SECTION 15(H). DAMAGES TO YOUR HOME, BELONGINGS OR PROPERTY RESULTING FROM THE INSTALLATION OR OPERATION OF THE SYSTEM ARE COVERED IN THE LIMITED WARRANTY.

**14. Default.**

You will be in default under this Power Purchase Agreement if any one of the following occurs:

- (a) you fail to make any payment when it is due and such failure continues for a period of ten (10) days;
- (b) you fail to perform any material obligation that you have undertaken in this PPA (which includes doing something you have agreed not to do, like alter the

System) and such failure continues for a period of fourteen (14) days after written notice;

- (c) you or your guarantor have provided any false or misleading financial or other information to obtain this Power Purchase Agreement;
- (d) you assign, transfer, encumber, sublet or sell this PPA or any part of the System without Sunnova's prior written consent; or
- (e) you or any guarantor makes an assignment for the benefit of creditors, admits in writing its insolvency, files or there is filed against you or it a voluntary petition in bankruptcy, is adjudicated bankrupt or insolvent or undertakes or experiences any substantially similar activity.

**15. Remedies in Case of Default.**

If this Power Purchase Agreement is in default, we may take any one or more of the following actions. If the law requires us to do so, we will give you notice and wait any period of time required before taking any of these actions. We may:

- (a) terminate this PPA;
- (b) take any reasonable action to correct your default or to prevent our loss; any amount we pay will be added to the amount you owe us and will be immediately due;
- (c) require you, at your expense, to return the System or make it available to us in a reasonable manner;
- (d) proceed, by appropriate court action, to enforce performance of this PPA and to recover damages for your breach;
- (e) disconnect, turn off or take back the System by legal process or self-help, but we may not disturb the peace or violate the law;
- (f) report such non-operational status of the System to your utility, informing them that you are no longer net metering;
- (g) charge you a reasonable reconnection fee for reconnecting the System to your utility or turning the System back on after we disconnect or turn off the System due to your default;
- (h) recover from you (i) all accrued but unpaid Monthly Payments, taxes, late charges, penalties, interest and

all or any other sums then accrued or due and owing, plus (ii) the estimated amount of future Monthly Payment, each payment discounted to present value at 5% per annum, plus (iii) reasonable compensation, on a net after tax basis assuming a tax rate of 35%, for the loss or recapture of (A) the investment tax credit equal to thirty percent (30%) of the System cost, including installation; and (B) accelerated depreciation over five (5) years equal to eighty five percent (85%) of the System cost, including installation, and for the loss of any anticipated benefits pursuant to Section 8 of this PPA (Sunnova shall furnish you with a detailed calculation of such compensation if such a claim is made); or

- (i) use any other remedy available to us in this PPA or by law.

We may submit to credit reporting agencies (credit bureaus) negative credit reports that would be reflected on your credit record if you do not pay any amounts due under this PPA as required.

You agree to repay us for any reasonable amounts we incur to correct or cover your default and to enforce our rights under this PPA including, but not limited to, attorney's fees and court costs. You also agree to reimburse us for any costs and expenses we incur relating to the System's return resulting from early termination. By choosing any one or more of these remedies, Sunnova does not give up its right to use another remedy. By deciding not to use any remedy should this Power Purchase Agreement be in default, Sunnova does not give up our right to use that remedy in case of a subsequent default.

## **16. System Removal; Return.**

At the end of the Term or the termination of this PPA, if you have not renewed this PPA or exercised your purchase option (if any) and you have not defaulted, then within ninety (90) days you agree to call Sunnova at the telephone number listed in Exhibit 1, or any other number we notify you of in the future, to schedule a convenient time for Sunnova to remove the System from your Home at no cost to you unless the termination was due to your default which is addressed in Section 15.

## **17. Applicable Law.**

The laws of the state where your Home is located, without giving effect to conflict of laws principles, shall govern this PPA, except the Federal Arbitration Act, 9 U.S.C. § 1, et seq., shall govern interpretation, enforcement and proceedings under Section 18, and not the arbitration acts, statutes or rules of any other jurisdiction.

## **18. Arbitration.**

PLEASE READ THIS SECTION CAREFULLY. ARBITRATION REPLACES THE RIGHT TO GO TO COURT, INCLUDING THE RIGHT TO A JURY AND THE RIGHT TO PARTICIPATE IN A CLASS ACTION OR SIMILAR PROCEEDING. IN ARBITRATION, A DISPUTE IS RESOLVED BY AN ARBITRATOR INSTEAD OF A JUDGE OR JURY.

We agree that any dispute, claim or disagreement between us (a "Dispute") shall be resolved exclusively by arbitration.

The arbitration, including the selecting of the arbitrator, will be administered by the American Arbitration Association ("AAA"), under its Commercial Arbitration Rules (the "Rules") by a single neutral arbitrator agreed on by the parties within thirty (30) days of the commencement of the arbitration. The arbitration will be governed by the Federal Arbitration Act (Title 9 of the U.S. Code). Either party may initiate the arbitration process by filing the necessary forms with AAA. To learn more about arbitration, you can call any AAA office or review the materials at [www.adr.org](http://www.adr.org). The arbitration shall be held in the location that is closest to your Home.

If you initiate the arbitration, you will be required to pay all of the filing fees and all of the arbitration fees and costs. If we initiate the arbitration, we will pay all of the filing fees and all of the arbitration fees and costs. We will each bear all of our own attorney's fees and costs except that: (A) you are entitled to recover your attorney's fees and costs from Sunnova if you prevail in the arbitration and the award you receive from the arbitrator is higher than Sunnova's last written settlement offer; and (B) Sunnova is entitled to recover its attorney's fees and costs from you if it prevails in the arbitration or if the award you receive from the arbitrator is equal to or less than Sunnova's last written settlement offer. When determining whether your award is higher, equal to or lower than Sunnova's last written settlement offer your attorney's fees and costs will not be included.

Only Disputes involving you and Sunnova may be addressed in the arbitration. Disputes must be brought in the name of an individual person or entity and must proceed on an individual (non-class, non-representative) basis. The arbitrator will not award relief for or against anyone who is not a party. If either of us arbitrates a Dispute, neither of us, nor any other person, may pursue the Dispute in arbitration as a class action, class arbitration, private attorney general action or other representative action, nor may any such Dispute be pursued on your or our behalf in any litigation in any court. Claims regarding any Dispute and remedies sought as part of a class action, class arbitration, private attorney general or other representative action are subject to arbitration on an individual (non-class, non-representative) basis, and the arbitrator may award relief only on an

individual (non-class, non-representative) basis. This means that the arbitration may not address disputes involving other persons with disputes similar to the Disputes between you and Sunnova.

The arbitrator shall have the authority to award any legal or equitable remedy or relief that a court could order or grant under this agreement. The arbitrator, however, is not authorized to change or alter the terms of this agreement or to make any award that would extend to any transaction other than yours. All statutes of limitations that are applicable to any dispute shall apply to any arbitration between us. The Arbitrator will issue a decision or award in writing, briefly stating the essential findings of fact and conclusions of law.

BECAUSE YOU AND WE HAVE AGREED TO ARBITRATE ALL DISPUTES EXCEPT AS PROVIDED FOR IN THE LAST PARAGRAPH OF THIS SECTION 18, NEITHER OF US WILL HAVE THE RIGHT TO LITIGATE THAT DISPUTE IN COURT, OR TO HAVE A JURY TRIAL ON THAT DISPUTE, OR ENGAGE IN DISCOVERY EXCEPT AS PROVIDED FOR IN THE RULES. FURTHER, YOU WILL NOT HAVE THE RIGHT TO PARTICIPATE AS A REPRESENTATIVE OR MEMBER OF ANY CLASS PERTAINING TO ANY DISPUTE. THE ARBITRATOR'S DECISION WILL BE FINAL AND BINDING ON THE PARTIES AND MAY BE ENTERED AND ENFORCED IN ANY COURT HAVING JURISDICTION, EXCEPT TO THE EXTENT IT IS SUBJECT TO REVIEW IN ACCORDANCE WITH APPLICABLE LAW GOVERNING ARBITRATION AWARDS. OTHER RIGHTS THAT YOU OR WE WOULD HAVE IN COURT MAY ALSO NOT BE AVAILABLE IN ARBITRATION.

NOTWITHSTANDING THE FOREGOING, NOTHING HEREIN CONTAINED SHALL BAR THE RIGHT OF SUNNOVA TO: (I) OBTAIN INJUNCTIVE RELIEF FROM A COURT AGAINST THREATENED CONDUCT THAT COULD CAUSE IT LOSS OR DAMAGES, UNDER THE USUAL EQUITY RULES, INCLUDING THE APPLICABLE RULES FOR OBTAINING RESTRAINING ORDERS AND PRELIMINARY INJUNCTIONS; OR (II) OBTAIN A JUDGMENT FROM A COURT HAVING JURISDICTION CONFIRMING THE AWARD OF THE ARBITRATORS.

#### 19. Waiver.

Any delay or failure of a party to enforce any of the provisions of this PPA, including but not limited to any remedies listed in this PPA, or to require performance by the other party of any of the provisions of this PPA, shall not be construed to (i) be a waiver of such provisions or a party's right to enforce that provision; or (ii) affect the validity of this PPA.

#### 20. Notices.

All notices under this PPA shall be in writing and shall be by personal delivery, facsimile transmission, electronic mail, overnight courier, or certified or registered mail, return receipt requested, and deemed received upon personal delivery, acknowledgment of receipt of electronic transmission, the promised delivery date after deposit with overnight courier, or five (5) days after deposit in the mail. Notices shall be sent to the person identified in this PPA at the addresses set forth in this PPA or such other address as either party may specify in writing. Each party shall deem a document faxed to it as an original document.

#### 21. Entire Agreement; Changes.

This PPA contains the parties' entire agreement regarding the sale and purchase of power generated by the System. There are no other agreements regarding this PPA, either written or oral. Any change to this PPA must be in writing and signed by both parties. If any portion of this PPA is determined to be unenforceable, the remaining provisions shall be enforced in accordance with their terms or shall be interpreted or re-written so as to make them enforceable.

#### 22. Publicity.

Sunnova will not publicly use or display any images of the System unless you initial the space below. If you initial the space below, you give us permission to take pictures of the System as installed on your Home to show to other customers or display on our website.

Homeowner's Initials	
KAY	R D Y

#### 23. Counterparts.

This PPA may be executed simultaneously in any number of counterparts. Each counterpart shall be deemed to be an original, and all such counterparts shall constitute one and the same instrument. The parties agree that this PPA and signature pages may be signed electronically and transmitted between them by facsimile or by electronic mail and that electronic, faxed and PDF signatures shall constitute original signatures and that an electronic, faxed or PDF signature page containing the signature (electronic, faxed, PDF or original) is binding upon the parties.

#### 24. Further Assurances.

You will cooperate fully with us to effect the intent and provisions of this PPA and, from time to time, to execute and deliver any and all other agreements, documents or instruments, and to take such other actions, as Sunnova may determine to be reasonably necessary or desirable to effect the intent and provisions of this PPA.

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**25. NOTICE OF RIGHT TO CANCEL.**

**YOU, THE OWNER, MAY CANCEL THIS TRANSACTION AT ANY TIME PRIOR TO**

**MIDNIGHT OF THE SEVENTH CALENDAR DAY AFTER THE DATE OF THIS TRANSACTION. SEE EXHIBIT 4, THE ATTACHED NOTICE OF CANCELLATION FORM FOR AN EXPLANATION OF THIS RIGHT.**

I have read this Power Purchase Agreement and the Exhibits in their entirety and I acknowledge that I have received a complete copy of this Power Purchase Agreement.

**Owner's Name: Kathryn Yarnall**

Signature: 

Date: 2/21/2015

**Co-Owner's Name (if any): Ronald Yarnall**

Signature: 

Date: 2/21/2015

**Sunnova Energy Corporation:**



Lynda Attaway  
SVP Operations  
Sunnova Energy Corporation

Date:

**Schedule A: Value Statement****Estimated Solar Energy Production**

First Year Annual Production: 5,442 kWh  
Initial Term Total Production: 128,051 kWh

**Payment Terms**

Amount Due at Contract Signing: \$0.00  
Installation Fee: \$0.00

Annual Increase of Solar Energy Rate: 2.90% / year  
First Year Solar Energy Rate, if paid by ACH: \$0.150 / kWh  
First Year Solar Energy Rate, if not paid by ACH: \$0.165 / kWh  
Estimated Monthly Bill in First Year, if paid by ACH: \$68.03 / month  
Estimated Monthly Bill in First Year, if not paid by ACH: \$74.83 / month

**By your initials here you acknowledge that you have reviewed this Schedule A:**

Homeowner's Initials  


End of Year	Annual Price per kWh (assuming payment by Credit Card)	Annual Price per kWh (assuming payment by ACH)	Estimated kWh per year	Prepay Option Estimated Price to Prepay the Remainder of the Initial Term <sup>2</sup>	Purchase Option Minimum Cash Purchase Price <sup>1</sup>
1	\$0.165	\$0.150	5,442	\$14,898.75	\$0.00
2	\$0.170	\$0.154	5,414	\$14,785.46	\$0.00
3	\$0.175	\$0.159	5,386	\$14,646.04	\$0.00
4	\$0.180	\$0.163	5,359	\$14,478.68	\$0.00
5	\$0.185	\$0.168	5,332	\$14,283.46	\$0.00
6	\$0.190	\$0.173	5,305	\$14,054.53	\$14,054.53
7	\$0.196	\$0.178	5,278	\$13,791.67	\$13,791.67
8	\$0.202	\$0.183	5,251	\$13,492.63	\$13,492.63
9	\$0.207	\$0.189	5,224	\$13,156.86	\$13,156.86
10	\$0.213	\$0.194	5,197	\$12,778.35	\$12,778.35
11	\$0.220	\$0.200	5,171	\$12,356.19	\$12,356.19
12	\$0.226	\$0.205	5,145	\$11,887.61	\$11,887.61
13	\$0.233	\$0.211	5,119	\$11,371.27	\$11,371.27
14	\$0.239	\$0.218	5,093	\$10,800.99	\$10,800.99
15	\$0.246	\$0.224	5,067	\$10,175.04	\$10,175.04
16	\$0.253	\$0.230	5,041	\$9,489.97	\$9,489.97
17	\$0.261	\$0.237	5,015	\$8,743.40	\$8,743.40
18	\$0.268	\$0.244	4,989	\$7,929.11	\$7,929.11
19	\$0.276	\$0.251	4,964	\$7,044.26	\$7,044.26
20	\$0.284	\$0.258	4,939	\$6,084.59	\$6,084.59
21	\$0.292	\$0.266	4,914	\$5,046.40	\$5,046.40
22	\$0.301	\$0.273	4,889	\$3,923.50	\$3,923.50
23	\$0.309	\$0.281	4,864	\$2,711.66	\$2,711.66
24	\$0.318	\$0.289	4,839	\$1,405.63	\$1,405.63
25	\$0.328	\$0.298	4,814	\$0.00	\$0.00

1) Per Section 9, the price you will pay to purchase the System will be the greater of the System's fair market value ("FMV") and the amount shown above on Schedule A.

2) Per Section 4 (j) of the PPA, the prepayment amounts shown above reflect a 5% present value discount rate.