STATE OF SOUTH CAROLINA)

COUNTY OF NEWBERRY

INDUCEMENT RESOLUTION PROVIDING FOR NEGOTIATION OF A FEE IN LIEU OF TAX AGREEMENT BETWEEN NEWBERRY COUNTY AND PROJECT N; IDENTIFICATION OF THE PROJECT; AND OTHER RELATED MATTERS.

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WHEREAS, Newberry County, South Carolina (the "County"), acting by and through its County Council (the "County Council") is authorized and empowered under and pursuant to the provisions of Title 12, Chapter 44, Code of Laws of South Carolina, 1976, as amended (the "Act"), to enter into a fee in lieu of tax agreement (the "Fee Agreement") with respect to a project which requires the industry to make a payment of a fee in lieu of taxes, through which powers the industrial development of the State of South Carolina and the County will be promoted and trade developed by inducing manufacturing and commercial enterprises to locate and remain in the State of South Carolina and the County and thus to utilize and employ the manpower, products, and natural resources of the State of South Carolina to benefit the general public welfare of the County by providing services, employment, and other public benefits not otherwise provided locally; and

WHEREAS, an entity identified for the time being as Project N, on its own or together with one or more of its subsidiaries, affiliates, successors, assigns, sponsors, lessors, and others (collectively, the "Company"), desires to invest capital in the County in order to establish a solar energy production facility in the County (the "Project"), provided that approvals of various incentives contemplated for the Project are formalized by the State and/or County; and

WHEREAS, the Project is anticipated to result in an investment of approximately \$50,000,000; and

WHEREAS, the Company has requested that the County enter into a Fee Agreement, thereby providing for a fee in lieu of tax ("FILOT") and infrastructure and/or special source revenue credits ("SSRCs") with respect to the Project; and

WHEREAS, the County has determined on the basis of the information supplied to it by the Company that the Project would be a "project" and "economic development property" as such terms are defined in the Act and that the Project would serve the purposes of the Act;

WHEREAS, pursuant to the authority of Section 4-1-170 of the Code of Laws of South Carolina, 1976, as amended, and Article VIII, Section 13 of the South Carolina Constitution, the County agrees to consider an ordinance including the Project in a multicounty industrial and business park established, or to be established, by the County (the "Park") pursuant to a qualifying agreement with one or more contiguous South Carolina counties (the "Park Agreement"); and

WHEREAS, as an inducement to the Company locate the Project in the County, the Company has requested that the County negotiate an agreement ("Agreement"), which provides

for FILOT Payments and SSRCs with respect to the portion of the Project which constitutes economic development property, as defined in the Act.

NOW, THEREFORE, BE IT RESOLVED by the County Council as follows:

Section 1. The County Council hereby finds that: (*i*) the Project is anticipated to benefit the general public welfare of the County by providing services, employment, recreation, or other public benefits not otherwise adequately provided locally; (*ii*) the Project gives rise to no pecuniary liability of the County or a charge against its general credit or taxing power; (*iii*) the purposes to be accomplished by the Project are proper governmental and public purposes and the inducement of the location of the Project within South Carolina is of paramount importance and the benefits of the Project to the public are greater than the cost (which latter finding has been made using an appropriate cost-benefit analysis); and (*iv*) it has evaluated the Project considering all relevant and required factors, including, but not limited to, the anticipated dollar amount and nature of the investment to be made and the anticipated costs and benefits to the County, and all other criteria prescribed by law.

Section 2. The County hereby agrees to negotiate an agreement that provides for a FILOT arrangement and SSRC with the Company under the Act.

<u>Section 3.</u> The further details of the FILOT and the SSRCs shall be prescribed by subsequent ordinance of the County to be adopted in accordance with South Carolina law and the rules and procedures of the County.

Section 4. The County agrees to consider an ordinance including the Property in a Park for the period of time the FILOT arrangement is in place.

<u>Section 5.</u> This resolution shall constitute an inducement resolution for this Project within the meaning of the Act.

<u>Section 6.</u> This resolution shall constitute "preliminary approval" pursuant to Section 12-44-110(2) of the Act by which property may be placed in service prior to the execution of a FILOT agreement but still constitute economic development property under the Act.

<u>Section 7.</u> All orders, resolutions, and parts thereof in conflict herewith are, to the extent of such conflict, hereby repealed. This resolution shall take effect and be in full force from and after its passage by the County Council.

(Signature Page Follows)

Adopted this 5th day of September, 2018.

NEWBERRY COUNTY, SOUTH CAROLINA

Signature:	
Name:	
Title:	

(SEAL) ATTEST:

Signature: _____ Name: _____ Title: Clerk to County Council