

November 19, 2018

Trey Fletcher  
Assistant City Manager, City of Pflugerville  
100 E. Main Street, Suite 300  
P.O. Box 589, Pflugerville, TX 78691-0589

RE: City of Pflugerville Amended and Restated Non-Annexation Development Agreement dated November 21, 2017 (the "Agreement") by and among the City of Pflugerville, Texas, and Sarvi, LLC, Yajat, LLC, Sarvi Yajat Partnership, LLC and RRE Austin Solar LLC ("RRE Austin Solar")

Dear Mr. Fletcher,

The Recurrent Energy/Canadian Solar and RRE Austin Solar teams are continuing to make significant progress on the development of the solar farm in the Pflugerville Extraterritorial Jurisdiction (the "Project"). Recurrent Energy has closed on the acquisition of the Project from RRE Austin Solar and has closed on the purchase of approximately 200 acres of land for the Project. The remainder of the land will be acquired in the Spring of 2019. This represents a significant investment and brings the Project much closer to construction. We are also pleased to announce we have executed a Power Purchase Agreement ("PPA") for the Project with Austin Energy. This PPA represents a significant step in financing the project; however, the agreement requires the project to become operational and to begin producing energy at the end of 2020. The current terms of the Agreement require construction start by the end of 2018 and completion by the end of 2019.

We therefore respectfully request the City Council to take up action to extend by one year the commencement and completion of construction dates set forth in the Agreement. We would propose amending and replacing Exhibit B to the Agreement with a new Exhibit B in the form attached.

We very much appreciate the continued support from the City of Pflugerville and your staff. Thank you again. Please let us know if you have any questions.

Kind regards,



Michael Arndt  
Vice President

New Exhibit B to Agreement

Exhibit B

The Development Plan

Project Benchmark Dates:

Project Construction Commencement – The Project's physical construction shall commence no later than December 31, 2019 to establish facilities necessary to generate no less than 120 Megawatts AC capacity (the Parties acknowledge that the Project shall be permitted to exceed 120 Megawatts AC capacity).

Final Project Completion – The Project buildout shall be completed no later than December 31, 2020 at such time facilities necessary to generate no less than 120 Megawatts AC capacity shall be fully operational, unless extended in accordance with the Agreement.