

Delaware Sustainable Energy Utility
Loan Committee
DESEU Office - 500 W. Loockerman Street, Suite 400, Dover, DE 19904
March 4, 2019, 1:00 PM

Members present were: Senator McDowell, (teleconference), Kristopher Knight (teleconference), Trey Paradee, Andrew Slater (teleconference), Doug Bacher, NW Financial Group (teleconference), Anthony DePrima. Also present were Brent Shaffer (teleconference) and Suzanne Sebastian.

1.a. and b.- Approval of Minutes for November 20, 2018 and December 28, 2018 – Mr. Slater moved to approve the above minutes, seconded by Mr. Paradee, and unanimously carried.

2.a. Loan Application – Coffee Cup Ranch - The Coffee Cup Ranch has made application to the DESEU for a \$291,650 loan for purposes of purchasing and constructing a 156.56 kW ground mount solar array to supply electricity to the Farm and Farm poultry houses (the “Project”). The Farm is owned by Donald McCoy, Jr. and is located at 34267 Pear Tree Road, Millsboro, DE.

Per the guidelines of the Farm Program, the applicants are eligible for a 2% loan.

Mr. Bacher reviewed the Loan Application Report (which was previously emailed to all members of the Loan Committee for review).

After discussing, Mr. Slater moved to approve the loan request (including all noted terms and conditions) in the amount of \$291,650 with a 16 year term at 2% interest. The motion was seconded by Mr. Paradee and unanimously carried.

2.b. Davenport Farm - The Davenport Farm (the “Farm”) has made application to the DESEU for a \$235,439 loan for purposes of purchasing and constructing a 136.5kW roof mount solar array and for the installation of ceiling insulation on poultry house number 1 (the “Project”). The Farm consists of 4 poultry houses and is owned by Eric and Billie Davenport Marcus and Marcia Woodward. The Farm is located 7901 Morgan Branch Road, Seaford, DE.

Mr. Bacher reviewed the Loan Application Report (which was previously emailed to all members of the Loan Committee for review).

Due to the age of the poultry house, members discussed the integrity of the roof structure to house the roof mounted solar. It was the consensus that we would be more proactive in verifying the condition of the structural prior to moving forward with the application process.

Per the guidelines of the Farm Program, the applicants are eligible for a 2% loan.

After discussing, Mr. Bacher moved to approve the loan request (including all noted terms and conditions), as well as verifying condition of the roof, in the amount of \$235,439 with an 11 year term at 2% interest. The motion was seconded by Mr. Paradee and unanimously carried.

2.c. Ecogy Delaware II, LLC – Ecogy Delaware II, LLC (“Ecogy”) has made application to the DESEU for a \$500,000 loan for purposes of constructing a 500kW ground mount solar array extension (the “Project”) to a 1.15mW solar array built in 2016 in part, with the proceeds from a \$1.5m DESEU loan.

Mr. Bacher reviewed the Loan Application Report (which was previously emailed to all members of the Loan Committee for review).

After consideration, Mr. Paradee moved to approve the loan request (including all noted terms and conditions) in the amount of \$500,000 with a 20 year term at 4% interest. The motion was seconded by Mr. Slater and unanimously carried with one (1) abstention (Senator McDowell).

2.d. Petersen Farms, LLC - The Petersen Farm (the "Farm") has made application to the DESEU for a \$593,600 loan for purposes of purchasing and constructing a 403.65kW roof mount solar array (the "Project"). The Farm is owned by Tony and Rebecca Petersen and consists of 3 Farms all organized as LLCs under Petersen Farms, LLC and is located at 11113 Webb Farm Road, Greenwood, DE.

Mr. Bacher reviewed the Loan Application Report (which was previously emailed to all members of the Loan Committee for review).

After discussing, Mr. Slater moved to approve the loan request (including all noted terms and conditions) in the amount of \$593,600 with a 20 year term at 3% interest. The motion was seconded by Mr. Paradee and unanimously carried.

Meeting Adjourned at 1:46 PM