## SOLAR ENERGY SYSTEM DISCLOSURE DOCUMENT

The TOTAL COST for the solar energy system (including financing and energy / power cost if applicable) is: \$85,510.08.

The TOTAL COST indicated above is the total amount you will have paid when you make all scheduled payments for the full term of the agreement.

To make a complaint against a contractor who installs this system and/or the home improvement salesperson who sold this system, contact the Contractors State License Board (CSLB) through their website at www.cslb.ca.gov (search: "complaint form"), by telephone at 800-321-CSLB (2752), or by writing to P.O. Box 26000, Sacramento, CA 95826.

If the attached contract was not negotiated at the contractor's place of business, you have a Seven-Day Right to Cancel the contract, pursuant to Business and Professions Code (BPC) section 7159, as noted below. For further details on canceling the contract, see the Notice of Cancellation, which must be included in your contract.

## **Seven-Day Right to Cancel**

You, the buyer, have the right to cancel this contract within seven business days. You may cancel by e-mailing, mailing, faxing, or delivering a written notice to the contractor at the contractor's place of business by midnight of the seventh business day after you received a signed and dated copy of the contract that includes this notice. Include your name, your address, and the date you received the signed copy of the contract and this notice.

## DOCUMENTO DE DECLARACIONES SOBRE EL SISTEMA DE ENERGÍA SOLAR

El COSTO TOTAL del sistema de energía solar (incluyedo costos de financiamiento y energía, si corresponde) es: \$85,510.08.

El COSTO TOTAL indicado anteriormente es el monto total que Usted habrá pagado cuando haya hecho todos los pagos programados por el plazo completo del acuerdo.

Para presentar una queja contra un contratista que instale este sistema y/o el vendedor de mejoras para el hogar que vendió este sistema, comuníquese con el Contractors State License Board (CSLB) a través de su sitio web en www.cslb.ca.gov (busque: "complaint form"), por teléfono al 800-321-CSLB (2752), o escribiendo al PO Box 26000, Sacramento, CA 95826.

Si el contrato adjunto no fue negociado en el lugar de negocios del contratista, usted tiene un derecho de siete días para cancelar el contrato, de conformidad con el Código de Negocios y Profesiones (BPC), sección 7159, como se indica a continuación. Para obtener más detalles sobre la cancelación del contrato, consulte el Aviso de Cancelación, que debe incluirse en su contrato.

## Derecho de siete días para cancelar

Usted, el comprador, tiene el derecho a cancelar este contrato dentro de siete días hábiles. Puede cancelar por correo electrónico, correo postal, fax o entregar un aviso por escrito al contratista en el lugar de negocios del contratista antes de la medianoche del séptimo día hábil después de que recibió una copia firmada y fechada del contrato que incluye este aviso. Incluya su nombre, su dirección y la fecha en que recibió la copia firmada del contrato y este aviso.



HOMEOWNER henry bruttomesso

**ADDRESS** 

33928 Calle Vista

Temecula, CA 92592-9252

DATE ISSUED 10/2/2018 2:50 PM

INSTALLATION 33928 Calle Vista

LOCATION Temecula, CA 92592-9252

\$0.00

**\$213.47** 

25 Years

Upfront costs

Monthly payment – Year One (Includes ACH discount and estimated taxes) Agreement term

## **AGREEMENT BENEFITS & INSTALLATION PROCESS**

- Horizon Solar Power and Sunnova will install a 9.150kWh solar system on your home. (Sec. 3)
- Your system is estimated to produce 15,386 kilowatt hours in the first year of service. (Sec. 3)
- Your agreement includes your down payment of \$0.00.
   (Sec. 4)
- Your monthly payment will never increase by more than approximately 1.9 % per year. (Schedule A)
- Horizon Solar Power will complete the design and engineering drawings for your system, and Sunnova will review the final design to ensure it meets our high quality standards. (Sec 6(b))
- Your system activation may experience delays as a result
  of the process for obtaining the necessary building permits
  and utility approval for net metering and interconnection of
  your system. Once your system is installed, it must still
  pass utility inspection before you can turn it on.
- You will receive a \$15.00 discount each month when you set up automatic payments from your checking or savings account (pricing above already reflects discount). (Sec. 5(e))
- Your estimated monthly taxes are \$0.00 in the first year of service, in addition to your Sunnova monthly payment (pricing above already reflects discount). Estimated taxes may vary.

- You may renew this agreement for up to two successive fiveyear terms at the end of the original 25-year term. (Sec. 11)
- If you sell your house, you may transfer the agreement and warranties to the new homeowner, provided that the new homeowner meets Sunnova's credit requirements. (Sec. 12)
- If you choose not to renew the agreement at the end of your 25-year term, Sunnova will remove the system at no cost to you. Conditions apply. (Sec. 17)
- This agreement requires the parties to resolve their disputes by arbitration rather than by lawsuits in court; jury trials and class actions are not permitted (Sec. 19)
- Your agreement gives you a 7-day cancellation period without incurring any fees.
- Any savings estimate is dependent on the energy usage information you provided us, and may change as your usage and utility rates change over time.
- Your solar system is covered by the Limited Warranty for the term of the agreement. (Exhibit 2)
- Once you receive your first Sunnova bill, you will be receiving two monthly electricity bills: one from Southern California Edison - SCE (CSI) and one from Sunnova.
- When the electric grid goes down, your solar power system will not work. (Exhibit 2)

I have reviewed, understand and agree with the above agreement terms and process.

The pricing provided in this Easy Save Agreement is valid until **October 31, 2018** 

Homeowner's initials

HB

Homeowner's initials





Homeowner Name and Address henry bruttomesso

henry bruttomesso 33928 Calle Vista Temecula, CA 92592-9252

Contract ID BB002043557 Co-Homeowner Name (If Any) Installation Location

33928 Calle Vista Temecula, CA 92592-9252 Installer/Contractor

Horizon Solar Power 7100 W. Florida Ave Hemet, CA 92545

License

CA-1004233

James Davidson JR

Sunnova License

Sunnova CA 1003498

## **SOLAR PANEL SYSTEM LEASE**

## 1. INTRODUCTION

This solar lease (this "Lease") is the agreement between you and Sunnova Energy Corporation (together with its successors and assigns, "Sunnova" or "we"), covering the lease to you of the solar panel system (the "System") described below. The System will be installed by the Installer listed above at the address you listed above. This Lease will refer to this address as the "Property" or your "Home." This Lease is up to eleven (11) pages long and has up to three (3) Exhibits depending on the state where you live. This Lease has disclosures required by the Federal Consumer Leasing Act and, where applicable, state law. Sunnova provides you with a Performance Guaranty and Limited Warranty (the "Limited Warranty"). The Limited Warranty is attached as EXHIBIT 2. Sunnova will also provide you with a System user manual entitled "Solar Service Guide" (the "Guide") that contains important operation, maintenance and service information.

Following the execution of this Lease, a representative of Sunnova will contact you to verify your information (the "Validation Call").

This Lease is a legally binding agreement, so please read everything carefully including all of the exhibits.

This Lease requires the parties to resolve their disputes by arbitration rather than by lawsuits in court; iury trials and class actions are not permitted.

If you do not meet your contract obligations under this Lease, you may lose your rights to the System.

If you have any questions regarding this Lease, please ask your sales consultant.

## 2. LEASE TERM

Sunnova agrees to lease you the System for 25 years (300 - full calendar 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, including the Interconnection Date, as defined below. We refer to this period of time as the "Lease Term." The Lease Term begins on the Interconnection Date. Sunnova will notify you by email when your System is ready to be turned on.

Approximate Start Date. The installation work to be performed by Contractor pursuant to this Lease shall commence within three (3) days from the date that is the later of the date in which (a) all permits have been issued; (b) any homeowner's association approval letter has been received; and (c) all materials have been delivered to the site (the "Commencement Date").

Date: 10/2/2018





Approximate Interconnection Date. All work to install the System shall be completed as soon as possible, but in no event more than twelve (12) months from the Commencement Date, subject to any applicable amendments. The time between Commencement Date and Interconnection Date will vary depending on a number of factors, some outside

the control of Contractor. These factors include the process for obtaining utility approval for net metering and interconnection of your System. The project shall be deemed completed upon the date the System is connected to the electrical grid, and begins generating power (the "Interconnection Date").

#### 3. SYSTEM DESCRIPTION

Solar System (DC)	9.150 kW
Modules	Q-Cells
Inverter	SolarEdge
Monitor	SolarEdge
1 <sup>st</sup> Year Production (Estimated)	15,385.58 kWh
Usage Offset Percentage	102.51 %

Your panels may be from any Sunnova-approved manufacturer (including, but not limited to, Boviet, Canadian Solar, Q-Cell (Hanwha), Trina, Telesun, Boviet, Seraphim, LG Electronics, SolarWorld, Centro, Eco, Silfab and RECOM). Sunnova may need to substitute equipment depending upon availability and may need to change its list of approved manufacturers from time to time. Should the substitution of manufacturer materially change the production or cost of the System, either party may exercise the options available in Section 6(b) below. Absent such material change, your Installer will inform you through the online portal MySunnova or in writing of your panel manufacturer.

YOU AGREE THAT YOU HAVE GREWIEWED THE ABOVE DESCRIPTION OF THE SYSTEM AND EQUIPMENT.

Homeowner's Signature:

Lewry bruttomesso

Co-Homeowner's Signature:





## 4. LEASE PAYMENTS: AMOUNTS

**A.** Amounts Due at Lease Signing or Delivery:

\$0.00

B. Monthly Payments:

Your first Monthly Payment (which includes estimated sales tax, if applicable) of \$228.47 is due on the first Payment Date. During contract validation, you will choose one of the available payment date options for your Payment Date. After your first Monthly Payment, 299 additional Monthly Payments will be due on the same day of each following month. Please refer to Schedule A for the amounts of these payments. The total of your monthly payments (including estimated sales tax, if applicable) is \$85,510.08.

**C.** Other Charges (not part of your monthly payment):

Estimated taxes other than sales taxes collected monthly (if applicable) \$0.00

D. Total of Payments (the amount you will have paid at the end of the Lease):

\$85,510.08

## E. Purchase Option at End of Lease Term:

You do not have an option to purchase the System at the end of the Lease Term.

## F. Other Important Terms:

See below for additional information on early maintenance responsibilities, warranties, late and default charges, insurance, and any security interests, if applicable.

**NOTE:** Monthly payment amounts above do not reflect discount for making automatic ACH payments. See Section 5(e) and Schedule A for additional information. Payments due upon installation are due immediately prior to commencement of installation. Monthly payment amounts include estimated taxes based upon current available tax rates as provided by a third-party service and are subject to change based upon local and state taxing rate changes.

Contract ID: BB002043557

YOU AGREE THAT YOU HAVE REVIEWED THE ABOVE TERMS INCLUDING THE PURCHASE PRICE AND MONTHLY PAYMENT SCHOOLS IN ...

Homeowner's Signature:

Lenry bruttomesso

Co- Homeowner's Signature:



#### 5. LEASE OBLIGATIONS

- a. System, Home and Property Maintenance You agree to:
  - 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 installed it;
  - (iii) keep the panels and modules clean, pursuant to the Limited Warranty and the Guide and protect the System from animals and infestation;
  - (iv) not modify your Home or landscaping 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);
  - (vi) be responsible for the structural integrity of the Home where the System is installed, including structural or electrical modifications necessary to prepare your Home and roof for the System. You agree that Sunnova is not responsible for any known or unknown property conditions;
  - (vii) not remove any markings or identification tags on the System;
  - (viii) permit Sunnova, after we give you reasonable notice, to inspect the System for proper operation as we reasonably determine necessary:
  - (ix) use the System primarily for personal, family or household purposes, but not exclusively to heat a swimming pool;
  - (x) 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;
  - (xi) notify Sunnova immediately if you think the System is damaged or appears unsafe; if the System is stolen; and prior to changing your electric provider;
  - (xii) have anyone who has an ownership interest in your Home sign this Lease;
  - (xiii) permit us access to data regarding your energy consumption from your electric

- provider or from electronic usage data storage sites and execute a third-party access agreement for this purpose where required;
- (xiv) return signed any documents we send you for signature (like incentive claim forms) within five (5) business days of receiving them;
- (xv) authorize Sunnova to make inquiries concerning your credit history and standing from time to time; and
- (xvi) authorize Sunnova to (i) call you and (ii) send pre-recorded and text messages to your provided phone number regarding the installation, maintenance, and administration of your System using automated telephone technology even if your phone number is listed on any national or state "Do Not Call" list.
  Message and data rates may apply.

— <sub>Ds</sub> Homeowner(s)' Initials HB

## b. System Construction, Repair, Insurance and Sunnova's obligations

## Sunnova agrees (and as applicable) agrees to cause our contractors to:

- schedule the installation of the System at a mutually convenient date and time;
- (ii) construct the System according to written plans you review that provide a detailed description of work to be done and equipment to be used;
- (iii) provide you with a web-enabled 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) obtain insurance insuring our actions, covering damage to your Property caused by faulty installation, System malfunction or manufacturing defects;



- (vii) not be a loss payee (nor named insured) on the insurance policy covering your Home:
- (viii) repair the System pursuant to the Limited Warranty and reasonably cooperate with you when scheduling repairs;
- (ix) 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 Lease even if Sunnova ceases to operate;
- (x) not put a lien on your Home or Property;and
- (xi) install, operate and maintain the System in accordance with applicable net metering and interconnection laws.

### c. System Installation Timeline

Your System requires review and approval by your utility. Review and approval of your application may take 5-6 months to complete. Sunnova and its installation partner will work with you to complete this process as quickly as possible.

By initialing below, you acknowledge that it may take several months to complete the review of your application and complete the installation of your system.

HB Homeowner(s)' Initials

## d. 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 at your cost and pursuant to the Limited Warranty.

## e. Automatic Payment; Fees; Late Charges

In addition to the other amounts you agree to pay in this Lease, you agree to pay the following:

 (i) Automatic Payment Discount: You will receive a \$15 monthly discount for using automatic payment through your checking or savings account. You will not receive a

- \$15 monthly discount if you do not make automatic Monthly Payments through your checking or savings account. The monthly payment schedule in Section 4(B) does not include this discount. Please refer to Schedule A for an example of what your monthly payment obligation would be if you choose to enroll in our automatic payment program;
- (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) Returned Check Fee: \$25 (or such lower amount as required by law) for any check or withdrawal right that is returned or refused by your bank.

#### f. Insurance

Sunnova shall obtain insurance insuring the System against all damage or loss unless (i) that damage or loss is caused by your gross negligence; or (ii) you intentionally damage the System.

## g. Estimated Taxes

You agree to pay any applicable gross receipts, sales or use taxes on the Monthly Payments due under this Lease. 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 Lease Term is \$0.00 assuming that tax rate, structure, exemptions (and the interpretations of the same) stay the same as they are on the date of this Lease. In the event the tax rate structure or exemptions (and/or the interpretations of the same) change during the Term that amount will change.

#### h. No Alterations

You agree that you will not make any modifications, improvements, revisions or additions to the System or take any other action such as modifying your Home or landscaping in a way that affects the System and that could void the Limited Warranty on the System without Sunnova's prior written consent. If you make any modifications, improvements, revisions or additions to the System, they will become part of the System and shall be Sunnova's property.



## i. Access to the System

- 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 Lease and the System; (C) installing, using and maintaining electric lines, 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 Lease expires to provide Sunnova with time to remove the System at the end of the Lease Term. 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.

## j. 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 reasonable 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 Lease.

## k. Monthly Payments

The Monthly Payments section (Section 4(B)) describes your monthly payment obligations under this Lease. YOU AGREE THAT THIS IS A NET LEASE AND THE OBLIGATION TO PAY ALL MONTHLY PAYMENTS AND ALL OTHER AMOUNTS DUE UNDER THIS LEASE 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 6 and 28. YOU HEREBY WAIVE ALL RIGHTS YOU MAY HAVE TO REJECT OR CANCEL THIS LEASE, TO REVOKE ACCEPTANCE OF THE SYSTEM. OR TO GRANT A SECURITY INTEREST IN THE SYSTEM.

## I. Option to Prepay All Payments Remaining on the Lease

At any time during the Lease Term, you may prepay all payments remaining on the Lease, 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 unpaid balance of the aggregate rent, 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 9 of this Lease (Sunnova shall furnish you with a detailed calculation of such compensation if such a claim is made).

## m. Utility Service

You agree to continue to subscribe to the utility service that you had at the time of entering into this Lease and you agree to execute all

Date: 10/2/2018



documentation associated with that utility service.

## n. Supplemental Energy

All electric energy made available by the System is for use at your Home pursuant to this Lease. If, at any time, you need more electricity than is being produced by the System ("Supplemental Energy"), you will be responsible for purchasing that Supplemental Energy from another supplier, such as your utility.

## 6. CONDITIONS PRIOR TO INSTALLATION OF THE SYSTEM

## a. Sunnova's Obligation to Install and Lease

Sunnova's obligations to install and lease the System are conditioned on the following items having been completed to its reasonable satisfaction:

- 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 Lease by Sunnova's financing partner(s);
- (iii) confirmation of rebate, tax credit and renewable energy certificate payment availability in the amount used to calculate the Monthly Payment amounts set forth in this Lease;
- (iv) confirmation that Sunnova will obtain all applicable benefits referred to in Section 9;
- (v) receipt of all necessary zoning, land use and building permits; and
- (vi) completion of any renovations, improvements or changes reasonably required at your Home or on the Property (e.g. removal of a tree or roof repairs necessary to enable Sunnova to safely install the System).

Sunnova may terminate this Lease without liability if, in its reasonable judgment, any of the above listed conditions (i) through (vi) will not be satisfied for reasons beyond its reasonable control. Once Sunnova starts installation,

however, it may not terminate this Lease for the failure to satisfy conditions (i) through (vi) above.

## b. Amendments, Your Right to Terminate for Material Changes

Both parties will have the right to terminate this Lease, without penalty or fee, if Sunnova determines after the engineering site audit of your Home that it has misestimated by more than ten percent (10%) any of (i) the System size, (ii) the System's total cost or (iii) the System's annual production. Such termination right will expire at the **earlier** of (A) one (1) week prior to the scheduled System installation date and (B) one (1) month after we inform you in writing of the revised size, cost or production estimate. If neither party exercises their right to terminate this Lease following such a 10% change, then any changes to the System will be documented in an amendment to this Lease. You authorize Sunnova to make corrections to the utility paperwork to conform to this Lease or any amendments to this Lease we both sign.

#### 7. WARRANTY

YOU UNDERSTAND THAT THE SYSTEM IS WARRANTED SOLELY UNDER THE LIMITED WARRANTY ATTACHED AS **EXHIBIT 2**, 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.

## 8. TRANSFER

Sunnova works with banks, large companies and other significant financing partners to finance your System. As a result, Sunnova will assign this Lease to one of its financing partners. Sunnova may assign, sell or transfer the System and this Lease, or any part of this Lease or the exhibits, without your consent. Assignment, sale or transfer generally means that Sunnova would transfer certain of its rights and certain of its obligations under this Lease to another party. This assignment does not change Sunnova's obligation to maintain and repair your System as set forth in the Limited Warranty.

## 9. OWNERSHIP OF THE SYSTEM; TAX CREDITS AND REBATES

You understand and agree that this is a lease and not a sale agreement. 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. NO FEDERAL OR STATE TAX INCENTIVES ARE INCLUDED IN CALCULATING THE MONTHLY PAYMENT. YOU UNDERSTAND AND AGREE THAT WITH THE EXCEPTION OF STATE SPECIFIC REBATES AND/OR TAX CREDITS AVAILABLE ONLY TO THE HOMEOWNER, ANY AND ALL TAX CREDITS, INCENTIVES AND UTILITY REBATES 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 REASONABLY COOPERATE WITH SUNNOVA SO THAT IT MAY CLAIM ANY TAX CREDITS, REBATES OR BENEFITS FROM THE SYSTEM. THIS MAY INCLUDE TO THE EXTENT ALLOWABLE BY LAW FILING REGISTRATIONS AND/OR APPLICATIONS FOR REBATES OR CREDITS FROM THE FEDERAL, STATE OR LOCAL, GOVERNMENT OR A LOCAL UTILITY AND GIVING THESE TAX CREDITS, REBATES OR BENEFITS TO SUNNOVA.

# 10. PURCHASING THE SYSTEM PRIOR TO THE END OF THE LEASE TERM

You may not purchase the System prior to the end of the Lease Term.

#### 11. RENEWAL

You have the option to renew your Lease for up to ten (10) years in two (2) five (5) year renewal periods. We will send you renewal forms three (3) months prior to the expiration of the Lease Term, which forms shall set forth the new Monthly Payments due under the renewed Lease, based on our assessment of the then current fair market value of the System. If you want to renew and you are in compliance with this Lease, complete the renewal forms and return them to us at least one (1) month prior to the expiration of the Lease Term. In the event that you respond that you do not agree to the new Monthly Payments, the Lease shall expire by its terms on the termination date. If we don't hear back from you after we send you the renewal forms, then this Lease shall renew for an additional one (1) year term ten percent (10%) less than the then-current average rate charged by your local utility and shall continue to renew for one (1) year terms at that same rate until we

hear from you at least thirty (30) days prior to a renewal term that you do not wish to renew.

#### 12. SELLING YOUR HOME

- a. If you sell your Home you can:
  - (i) Transfer this Lease and the Monthly Payments.

If the person buying your Home meets Sunnova's underwriting 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 Lease.

## (ii) Move the System to Your New Home.

If you are moving to a new home in the same utility district, then 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 and redesigning the System, execute and provide the same access and ownership rights as provided for in this Lease and provide any third party consents or releases required by Sunnova in connection with the substitute premises. You agree that Sunnova will need to reevaluate the production of your System at the substitute premises and may need to revise the estimates in your Lease and Limited Warranty.

## (iii) Prepay this Lease and Transfer only the Use of the System.

At any time during the Lease Term, if the person buying your home does not meet Sunnova's underwriting requirements, but still wants the System, then you can (A) prepay the payments remaining on the Lease (See Section 5(I)), (B) add the cost of the Lease to the price of your home; and (C) have the person buying your Home sign a transfer agreement to assume your rights and non-Monthly Payment obligations under this Lease. The System stays at your Home, the person buying your Home does not make any Monthly Payments and has only to comply with the non-Monthly Payment portions of this Lease.

**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 Lease obligations. In connection with this



assumption, you, your approved buyer and Sunnova shall execute a written transfer of this Lease. Unless we have released you from your obligations in writing, you are still responsible for performing under this Lease. If your buyer defaults on this Lease 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 Lease 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 Lease. Death does not negate the obligations in this Lease and does not give rise to a right of termination. In the event of death, this Lease and the obligations herein will transfer to the decedent's estate.
- d. Free Assumability. This Lease is free of any restrictions that would prevent the homeowner from freely transferring their Property. In the event of a foreclosure on the Property, your lender has the right (but not obligation) to do ONE of the following:
  - (i) terminate the Lease and require Sunnova to remove the System subject to your obligations under Sections 15 and 16;
  - (ii) become a beneficiary (but not the obligor) of your Lease free of charge (i.e., receive power from the System and enforce the Limited Warranty but not have the obligation to make payment, which obligation will remain with you if you don't make timely payment you will be in default under Section 15 and Sunnova can terminate, remove the System and take all other remedies it has under Section 16);
  - (iii) enter into a new Lease with Sunnova on terms no less favorable than the current Lease; or
  - (iv) require transfer of the Lease under Section 12 to a subsequent purchaser of the Property.

Sunnova will not prohibit the sale, conveyance or refinancing of the Property. Sunnova may choose to file in the real estate records a UCC-1 financing statement ("Fixture Filing") that preserves its rights in the System. The Fixture Filing is intended only to give notice of its rights

- relating to the System and is not a lien or encumbrance against the Property. Sunnova shall explain the Fixture Filing to any subsequent purchasers of the Property and any related lenders as requested. Sunnova shall also accommodate reasonable requests from lenders or title companies to facilitate a purchase, financing or refinancing of the Property. If Sunnova temporarily removes its Fixture Filing in order to facilitate the purchase, financing or refinancing of the Property, Sunnova may charge you a UCC Notice Removal and Refiling fee, in the amount charged to Sunnova by the local jurisdiction, and a processing fee for its expenses.
- e. EXCEPT AS SET FORTH IN THIS SECTION, YOU WILL NOT SUBLEASE, ASSIGN, SELL, PLEDGE OR IN ANY OTHER WAY TRANSFER YOUR INTEREST IN THE SYSTEM OR THIS LEASE WITHOUT OUR PRIOR WRITTEN CONSENT, WHICH SHALL NOT BE UNREASONABLY WITHHELD.

BY INITIALING BELOW, YOU EXPRESSLY AGREE THAT YOU HAVE READ THIS SECTION 12 IN ITS ENTIRETY AND AGREE TO ITS TERMS.

Ds Homeowner(s)' Initials

## 13. LOSS OR DAMAGE

- a. Unless you are grossly 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. Except as expressly provided in this Lease, no loss, damage, theft or destruction will excuse you from your obligations under this Lease, including Monthly Payments.
- b. If there is loss, damage, theft, destruction or a similar occurrence affecting the System, and you are not in default of this Lease, you shall continue to timely make all Monthly Payments and pay all other amounts due under the Lease and, cooperate with Sunnova, at Sunnova's sole cost and expense, to have the System repaired pursuant to the Limited Warranty.
- c. In the event of System destruction or grid failure due to a Force Majeure Event, your payment obligations under this Lease will be suspended for as long as the System is down or the grid



failure continues due to the Force Majeure Event, and the term of this Lease will be extended for an equivalent period of time; provided however, that (i) you provide notice to Sunnova of the Force Majeure Event and your intention to rely upon the Force Majeure Event as a basis for suspending payments, and (ii) the payment obligations may be suspended and the term extended only for the amount of time that Sunnova may determine, in its sole discretion, that a Force Majeure Event exists and provides written confirmation of the same.

"Force Majeure Event" means any event, condition or circumstance beyond the control of and not caused by fault or negligence. It shall include, without limitation, failure or interruption of the production, delivery or acceptance of power due to: an act of god; war (declared or undeclared); sabotage; riot; insurrection; civil unrest or disturbance; military or guerilla action; terrorism; economic sanction or embargo; civil strike, work stoppage, slow-down, or lock-out; explosion; fire; earthquake; abnormal weather condition or actions of the elements; hurricane; flood; lightning; wind; drought; the binding order of any governmental authority (provided that such order has been resisted in good faith by all reasonable legal means); the failure to act on the part of any governmental authority (provided that such action has been timely requested and diligently pursued); unavailability of power from the utility grid, equipment, supplies or products; power or voltage surge caused by someone other than Sunnova including a grid supply voltage outside of the standard range specified by your utility; and failure of equipment not utilized by Sunnova or under its control.

## 14. LIMITATION OF LIABILITY

## a. No Consequential Damages

SUNNOVA'S LIABILITY TO YOU UNDER THIS LEASE 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 6(j), neither party's liability to the other will exceed an amount equal to the maximum amount that

could be payable by you under Section 16(i). Damages to your Home, belongings or property resulting from the installation or operation of the System are covered in the Limited Warranty.

#### 15. DEFAULT

You will be in default under this Lease 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 Lease (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 Lease;
- **d.** you assign, transfer, encumber, sublet or sell this Lease 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.

## 16. REMEDIES IN CASE OF DEFAULT

If this Lease 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 Lease and your rights to possess and use the System;
- **b.** suspend our performance under this Lease;
- c. 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;
- **d.** require you, at your expense, to return the System or make it available to us in a reasonable manner;



- proceed, by appropriate court action, to enforce performance of this Lease and to recover damages for your breach;
- f. turn off or take back the System by legal process or self-help, but we may not disturb the peace or violate the law;
- g. report such non-operational status of the System to your utility, informing them that you are no longer net metering;
- h. charge you a reasonable reconnection fee for reconnecting the System to your utility or turning your System back on after we disconnect or turn off the System due to your default;
- 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 unpaid balance of the aggregate rent, 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 9 of this Lease (Sunnova shall furnish you with a detailed calculation of such compensation if such a claim is made);
- j. in the case of your failure to protect the System from animals, infestation or overgrown tree growth and foliage, unilaterally adjust the contract terms upon notice to you for reduced production as appropriate; or
- **k.** use any other remedy available to us in this Lease or by law or equity.

You agree to repay us for any reasonable amounts we pay to correct or cover your default. 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 Lease be in default, Sunnova does not give up our right to use that remedy in case of a subsequent default.

We may submit to consumer 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 Lease as required.

## 17. RETURNING THE SYSTEM AT THE END OR UPON TERMINATION OF THIS LEASE

If you don't renew this Lease, then there are three (3) possibilities with respect to returning or keeping the System at the end or termination of this Lease:

- a. If at the end or termination of this Lease you have not defaulted, and you have not exercised your purchase option (if any), then within ninety (90) days:
  - (i) Sunnova may at its choosing, remove the System from your Home at no cost to you; or
  - (ii) if Sunnova does not tell you that it wants to remove the System and you want to have the System removed from your Home at no cost to you, you must tell us to remove it and we will do so pursuant to the Limited Warranty.
- b. If at the end or termination of this Lease you are in default, and Sunnova chooses to remove the System from your Home then you agree to pay Sunnova the reasonable expense of removing the System from your Home.
- c. If at the end or termination of this Lease
  Sunnova chooses not to remove the System and
  you do not request removal within 90 days
  pursuant to the Limited Warranty, then you will
  be considered to be the new owner of the
  System and it will automatically be conveyed to
  you as is. In that event, you should consult a tax
  advisor to determine whether the transfer of the
  System has any tax consequences for you.

## 18. ADDITIONAL AGREEMENTS

- a. Notice of Changes. You agree to notify us if your name or mailing address changes or if there is any material deterioration in your financial circumstances or any material changes to the condition of your Home that would impact the System or impact our security interest in the System.
- b. Waiver of Confidentiality of Residence Address. By signing this Lease, and so long as we have a contract with you, you waive the confidentiality of your residence address under the provisions of any applicable law and authorize us to obtain from the applicable state agency your current residence address.





- c. Privacy Policy. You have read, understand and agree with the terms of Sunnova's Privacy Policy as set forth on our website: <a href="https://www.sunnova.com/privacy-policy">https://www.sunnova.com/privacy-policy</a>. You also understand that Sunnova's Privacy Policy may be changed from time to time.
- d. Monitoring and Recording Telephone Calls. We and others acting on our behalf may (a) monitor and record telephone calls between you and us regarding this Lease and (b) use automatic dialing equipment to make calls to you. You expressly consent to our, and others acting on our behalf, using prerecorded/artificial voice messages, or text messages, while servicing and enforcing our rights under this Lease, including the collection of outstanding payments. In making calls to you, you agree that we, and others acting on our behalf, may use any telephone number you provide us, or that is lawfully given to us by someone other than you even if the number is for a mobile telephone, and even if our doing so results in charges to you under your telephone payment plan. We will not charge you for such calls.

\_\_<sub>ps</sub> Homeowner(s)' Initials #B

## 19. APPLICABLE LAW; ARBITRATION

PLEASE READ THIS SECTION CAREFULLY.
ARBITRATION REPLACES THE RIGHT TO GO TO COURT, INCLUDING THE RIGHT TO A JURY TRIAL 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.

In this Section, the words "you" and "your" mean any person signing this Lease as a Homeowner or Co-Homeowner. Unless the context requires otherwise, the words "we," "us" and "our" mean Sunnova and any assignee of this Lease.

The laws of the state where your Home is located shall govern the substance of your claims under this Lease without giving effect to conflict of laws principles. You and we agree that any dispute, claim or disagreement between you and us (a "Dispute") shall be resolved exclusively by arbitration except as specifically provided below. Disputes covered by this Lease include but are not limited to: claims arising out of or relating to this Lease; claims arising out of or relating to our relationship; claims that arose before this or any prior Lease (including, but not

limited to, claims relating to advertising); consumer protection claims; and claims under any federal or state statute.

The Federal Arbitration Act, rather than any state arbitration law, applies to this arbitration agreement.

The arbitration, including the selection of the arbitrator, will be administered by the American Arbitration Association ("AAA") under its Consumer Arbitration Rules (the "Rules") by a single neutral arbitrator. Either party may initiate the arbitration process by filing the necessary forms with the AAA. To learn more about arbitration before the AAA, you can review materials available at www.adr.org. The arbitration shall be held in the location that is most convenient to your Home. If the AAA is unavailable to administer the dispute, then the arbitration, including the selection of the arbitrator, will be administered by JAMS, under its Streamlined Arbitration Rules (the "Rules") by a single neutral arbitrator agreed on by the parties within thirty (30) days of the commencement of the arbitration. If JAMS is not available either, then the parties shall select another recognized arbitration administrator which can offer a location for arbitration that is close to your Home.

If you initiate the arbitration, you will be required to pay the first \$125 of any filing fee. We will pay any filing fees in excess of \$125 and we will pay 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 respective attorney's fees, witness fees, and costs unless the arbitrator decides otherwise.

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

Only Disputes involving you and us 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 to the Dispute. If you and we arbitrate a Dispute, none of you or 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 except as specifically provided below. 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 only on an individual (non-class, nonrepresentative) basis, and the arbitrator may award relief only on an individual (non-class, nonrepresentative) basis. This means that the arbitration may not address disputes involving other persons with disputes similar to the Disputes between you and us. If any part of this paragraph of this Section is found to be unenforceable by an arbitrator or a court having jurisdiction over a Dispute, then this entire Section (except for this sentence and the following sentence) shall be automatically inapplicable to that Dispute.

EVEN IF ANY PART OF THIS SECTION IS FOUND TO BE UNENFORCEABLE AS DESCRIBED ABOVE, YOU AND WE EACH AGREE TO WAIVE THE RIGHT TO A TRIAL BY JURY IN CONNECTION WITH ANY DISPUTE THAT MIGHT ARISE BETWEEN OR INVOLVING YOU AND US, AND THE RIGHT TO PARTICIPATE IN A CLASS ACTION OR SIMILAR PROCEEDING IN CONNECTION WITH ANY SUCH DISPUTE.

BECAUSE YOU AND WE HAVE AGREED TO ARBITRATE ALL DISPUTES EXCEPT AS SPECIFICALLY PROVIDED IN THE LAST PARAGRAPH OF THIS SECTION. YOU AND WE WILL NOT 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 APPLICABLE RULES AS DEFINED HEREIN. 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 FEDERAL 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 YOU

OR US FROM: (I) OBTAINING INJUNCTIVE RELIEF FROM A COURT AGAINST THREATENED CONDUCT THAT COULD CAUSE IRREPARABLE HARM, LOSS OR DAMAGE, UNDER THE USUAL EQUITY RULES, INCLUDING THE APPLICABLE RULES FOR OBTAINING RESTRAINING ORDERS AND PRELIMINARY INJUNCTIONS; OR (II) **OBTAINING A JUDGMENT FROM A COURT** HAVING JURISDICTION CONFIRMING THE AWARD OF THE ARBITRATOR; OR (III) OBTAINING RESOLUTION OF A DISPUTE IN A SMALL CLAIMS COURT IF THE DISPUTE FALLS WITHIN THE JURISDICTION OF THE SMALL CLAIMS COURT (PROVIDED, HOWEVER, THAT NO ATTEMPT IS MADE TO TRANSFER RESOLUTION OF SUCH A DISPUTE FROM A SMALL CLAIMS COURT TO A COURT OF GENERAL JURISDICTION).

YOU UNDERSTAND THAT YOU ARE VOLUNTARILY AGREEING TO ARBITRATE DISPUTES ARISING UNDER THIS LEASE AND THAT YOU GIVE SPECIFIC AUTHORIZATION TO SUBMIT TO ARBITRATION AND AGREE TO THE PROVISIONS IN THIS SECTION:

Ds Homeowner(s)' Initials

### 20. WAIVER

Any delay or failure of a party to enforce any of the provisions of this Lease, including but not limited to any remedies listed in this Lease, or to require performance by the other party of any of the provisions of this Lease, 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 Lease.

## 21. NOTICES

All notices under this Lease shall be in writing and shall be by personal delivery, facsimile transmission, electronic mail, online customer portal, 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 Lease at the addresses set forth in this Lease or such other address as either party may specify in writing. Each party shall deem a document faxed or sent via PDF as an original document.



## 22. ENTIRE AGREEMENT; CHANGES

This Lease contains the parties' entire agreement regarding the lease of the System. There are no other agreements regarding this Lease, either written or oral. Any change to this Lease must be in writing and signed by both parties. If any portion of this Lease 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.

## 23. HEADINGS AND INTERPRETATION

The headings in this Lease are for convenience or reference only. They do not limit or modify the term or provision. In some sections where examples are given, you acknowledge that the examples cover some, but not all, of the situations or items that are covered by the section or the Lease.

Unless specifically referred to as "business day(s)", all references to "day" or "days" shall mean calendar days, meaning every consecutive day on the calendar including holidays and weekends. All periods stated in days should count every day including intermediate Saturdays, Sundays and holidays and include the last day of the period, but if the last day is a Saturday, Sunday or a holiday, the period continues to run until the end of the next day that is not a Saturday, Sunday or a holiday. All references to "business day(s)" mean only those calendar days that are not Saturday, Sunday or a holiday, and in counting a period of "business days" all Saturdays, Sundays and holidays should be excluded.

## 24. 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 Sunnova 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

## 25. COMMUNICATIONS EQUIPMENT

During installation or at any time thereafter during the Lease Term, we may install, replace or update communication equipment (for example, an antenna) (the "Communication Equipment") at the Home. The Communication Equipment will be used in connection with the System and to enhance connectivity and communication. If you initial the space below, you give Sunnova consent for the installation of the Communication Equipment if, when, and as needed.

Homeowner(s)' Initials

## **26. COUNTERPARTS**

This Lease 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 Lease 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.

#### 27. FURTHER ASSURANCES

You will cooperate fully with us to effect the intent and provisions of this Lease 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 Lease.

REST OF PAGE INTENTIONALLY LEFT BLANK

Date: 10/2/2018



## 28. ADDITIONAL RIGHTS TO CANCEL

IN ADDITION TO ANY RIGHTS YOU MAY HAVE TO CANCEL THIS LEASE UNDER SECTION 6 AND BELOW, YOU MAY ALSO CANCEL THIS LEASE AT NO COST AT ANY TIME PRIOR TO MIDNIGHT OF THE SEVENTH BUSINESS DAY AFTER YOU SIGN THIS LEASE.

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

DO NOT SIGN THIS CONTRACT IF THERE ARE ANY BLANK SPACES.

NOTICE OF RIGHT TO CANCEL: YOU MAY CANCEL THIS LEASE AT ANY TIME PRIOR TO MIDNIGHT OF THE SEVENTH BUSINESS DAY AFTER THE DATE YOU SIGN THIS LEASE. SEE <u>EXHIBIT 1</u>, THE ATTACHED NOTICE OF CANCELLATION FORM, FOR AN EXPLANATION OF THIS RIGHT.

TOTION OF THIS RICH TOTAL PARTIES OF THIS RICHT.			
Homeowner's	Docusigned by:  Why bruttomesso		
Signature:	C4B18A07CB41443	Date:	October 2, 2018   14:10 MDT
Co-Homeowr	ner's Name (if any):		
Signature:		Date:	
Sunnova Ene	ergy Corporation:		

John Santo Salvo Authorized Signatory

Je Sout Suk



# SCHEDULE A: MONTHLY PAYMENTS

## Monthly payment schedule without auto-ACH discount:

Year	Monthly Payment
1	\$228.47
2	\$232.53
3	\$236.66
4	\$240.87
5	\$245.16
6	\$249.53
7	\$253.99
8	\$258.53
9	\$263.16
10	\$267.87
11	\$272.68
12	\$277.57
13	\$282.56
14	\$287.65
15	\$292.83
16	\$298.11
17	\$303.48
18	\$308.97
19	\$314.55
20	\$320.24
21	\$326.04
22	\$331.95
23	\$337.97
24	\$344.11
25	\$350.36



## Monthly payment schedule with auto-ACH discount:

Year	Monthly Payment
1	\$213.47
2	\$217.53
3	\$221.66
4	\$225.87
5	\$230.16
6	\$234.53
7	\$238.99
8	\$243.53
9	\$248.16
10	\$252.87
11	\$257.68
12	\$262.57
13	\$267.56
14	\$272.65
15	\$277.83
16	\$283.11
17	\$288.48
18	\$293.97
19	\$299.55
20	\$305.24
21	\$311.04
22	\$316.95
23	\$322.97
24	\$329.11
25	\$335.36



# EXHIBIT 1 NOTICE OF CANCELLATION

Date of Transaction: October 2, 2018 | 14:10 MDT

You may cancel this transaction, without any penalty or obligation, within seven (7) business days from the above date. If you cancel, any property traded in, any payments made by you under the contract or sale and any negotiable instrument executed by you will be returned within 10 days following receipt by the seller (Sunnova Energy Corporation) of your cancellation notice, and any security interest arising out of the transaction will be canceled. If you cancel, you must make available to the seller (Sunnova Energy Corporation) at your residence, in substantially as good condition as when received, any goods delivered to you under this contract or sale, or you may, if you wish, comply with the instructions of the seller (Sunnova Energy Corporation) regarding the return shipment of the goods at the seller's (Sunnova Energy Corporation's) expense and risk. If you do make the goods available to the seller (Sunnova Energy Corporation) and the seller (Sunnova Energy Corporation) does not pick them up within 20 days of the date of your notice of cancellation, you may retain or dispose of the goods without any further obligation. If you fail to make the goods available to the seller (Sunnova Energy Corporation), or if you agree to return the goods to the seller (Sunnova Energy Corporation) and fail to do so, then you remain liable for performance of all obligations under the contract.

To cancel this transaction, mail or deliver a signed and dated copy of this cancellation notice, or any other written notice, or send a telegram to Sunnova Energy Corporation, 20 East Greenway Plaza, Ste. 475, Houston, TX 77046 not later than midnight of the date that is seven (7) business days from the Transaction Date indicated above.

I hereby CANCEL/RESCIND this transaction on _	[Cancellation Date].	
Homeowner's Signature:	Co-Homeowner's Signature:	
henry bruttomesso		
Installation Address: 33928 Calle Vista Temecula, CA 92592-9252		

Contract ID: BB002043557



## **EXHIBIT 1** NOTICE OF CANCELLATION

Date of Transaction: October 2, 2018 | 14:10 MDT

You may cancel this transaction, without any penalty or obligation, within seven (7) business days from the above date. If you cancel, any property traded in, any payments made by you under the contract or sale and any negotiable instrument executed by you will be returned within 10 days following receipt by the seller (Sunnova Energy Corporation) of your cancellation notice, and any security interest arising out of the transaction will be canceled. If you cancel, you must make available to the seller (Sunnova Energy Corporation) at your residence, in substantially as good condition as when received, any goods delivered to you under this contract or sale, or you may, if you wish, comply with the instructions of the seller (Sunnova Energy Corporation) regarding the return shipment of the goods at the seller's (Sunnova Energy Corporation's) expense and risk. If you do make the goods available to the seller (Sunnova Energy Corporation) and the seller (Sunnova Energy Corporation) does not pick them up within 20 days of the date of your notice of cancellation, you may retain or dispose of the goods without any further obligation. If you fail to make the goods available to the seller (Sunnova Energy Corporation), or if you agree to return the goods to the seller (Sunnova Energy Corporation) and fail to do so, then you remain liable for performance of all obligations under the contract.

To cancel this transaction, mail or deliver a signed and dated copy of this cancellation notice, or any other written notice, or send a telegram to Sunnova Energy Corporation, 20 East Greenway Plaza, Ste. 475, Houston, TX 77046 not later than midnight of the date that is seven (7) business days from the Transaction Date indicated above.

I hereby CANCEL/RESCIND this transaction on _	[Cancellation Date].	
Homeowner's Signature:	Co-Homeowner's Signature:	
henry bruttomesso		
Installation Address: 33928 Calle Vista		

Temecula. CA 92592-9252

Contract ID: BB002043557

Date: 10/2/2018



### **EXHIBIT 2**

#### PERFORMANCE GUARANTY AND LIMITED WARRANTY

#### 1. INTRODUCTION

This Performance Guaranty and Limited Warranty (this "Limited Warranty") is Sunnova's agreement to provide you warranties on the System you leased. The System will be professionally installed by a contractor acting on Sunnova's behalf at the address you listed in the Lease. We will refer to the installation location as your "Property" or your "Home." This Limited Warranty begins when our contractor starts installing the System at your Home. We look forward to helping you produce clean, renewable solar power at your Home.

#### 2. LIMITED WARRANTIES

#### a. Limited Warranties

Sunnova warrants the System as follows:

## (i) System Warranty

During the entire Lease Term, under normal use and service conditions, the System will be free from defects in workmanship or defects in, or a breakdown of, materials or components (the "System Warranty");

## (ii) Roof Warranty

When our contractors penetrate your roof during a System installation we will warrant roof damage caused by our contractors due to our roof penetrations. This roof warranty will run the longer of (A) ten (10) years following the completion of the System installation; and (B) the length of any existing installation warranty or new home builder performance standard for your roof (the "Roof Warranty Period"); and your roof (the "Roof Warranty Period"); and

## (iii) Repair Promise

During the entire Lease Term, Sunnova will honor the System Warranty and will repair or replace any defective part, material or component or correct any defective workmanship, at no cost or expense to you (including all labor costs), when you submit a valid claim to us under this Limited Warranty. If our contractors damage your Home, your belongings or your Property we will cause our contractors to repair the damage they cause or pay you for the damage as described in Section 6. Sunnova may use new or reconditioned parts when making repairs or replacements. Sunnova may also, at no additional cost to you, upgrade or add to any part of the System as it deems advisable in its discretion. Cosmetic repairs that do not involve safety or performance shall be made at Sunnova's discretion.

#### b. Warranty Length

- (i) The warranties in Sections 2(a)(i) and 2(a)(iii) above will start when our contractors begin installing the System at your Home and continue through the entire Lease Term but never less than ten (10) years. Thus, for as long as you lease the System from Sunnova, you will have a System Warranty and our Repair Promise.
- (ii) The Roof Warranty Period may be shorter than the System Warranty, as described in Section 2(a)(ii) above.
- (iii) If you have assumed an existing Lease, then this Limited Warranty will cover you for the remaining balance of the existing Lease Term.

## c. Performance Warranties and Guaranty

## (i) Power Production Guarantee

Sunnova guarantees that during the Lease Term the System will generate the guaranteed annual kilowatt-hours (kWh) ("Guaranteed Annual kWh") in the table set forth below as follows:

Year	Guaranteed Annual kWh	
1	13,077.74	



2	13,012.35
3	12,947.29
4	12,882.55
5	12,818.14
6	12,754.05
7	12,690.28
8	12,626.83
9	12,563.69
10	12,500.88
11	12,438.37
12	12,376.18
13	12,314.30
14	12,252.73
15	12,191.46
16	12,130.51
17	12,069.85
18	12,009.50
19	11,949.46
20	11,889.71
21	11,830.26
22	11,771.11
23	11,712.25
24	11,653.69
25	11,595.42

A. If at the end of the first thirty-six (36) month anniversary of your first monthly payment and each successive twelve (12) month anniversary thereafter, the cumulative Actual Annual kWh (defined below) generated by the System is less than the Guaranteed Annual kWh, **then we will credit your account in an amount** equal to the difference between the cumulative Actual Annual kWh and the Guaranteed Annual kWh multiplied by the Guaranteed Energy Price per kWh (defined below). Your account will be credited this amount within thirty (30) days following the end of the calendar year. Your cumulative Actual Annual kWh is dependent on a shading percentage of 4.00 % on your Home. If this shading percentage increases, your Guaranteed Actual kWh will be reduced proportionately.

The Guaranteed Annual kWh will be lower than the forecasted annual output due to the potential variability in local weather conditions and the impact those conditions have on actual system production.

B. If at the end of the first thirty-six (36) month anniversary of your first monthly payment and each successive twelve (12) month anniversary thereafter the cumulative Actual Annual kWh is greater than the Guaranteed Annual kWh during the first thirty-six (36) month anniversary of your first monthly payment or any subsequent



twelve (12) month period, this surplus will be carried over and will be used to offset any deficits that may occur in the future. If your System produces more energy than the Guaranteed Annual kWh then this additional energy is yours at no additional cost.

"Actual Annual kWh" means the AC electricity produced by your System in kilowatt-hours measured and recorded by Sunnova during each successive twelve (12) month anniversary of your first monthly payment. To measure the Actual Annual kWh we will use the Power Monitor or to the extent such services are not available, we will estimate the Actual Annual kWh by reasonable means.

"Guaranteed Energy Price per kWh" means \$0.167 per kWh.

## (ii) Power Monitor

During the Lease Term, we will provide you at no additional cost our Power Monitor service ("Power Monitor"). If your System is not operating within normal ranges, the Power Monitor will alert us and we will remedy any material issues promptly.

## (iii) [This section left intentionally blank]

## (iv) Output Warranty

The System's electrical output during the first ten (10) years of the Lease Term shall not decrease by more than fifteen percent (15%). This output warranty is in addition to the Energy Production Guarantee in Section 2(c)(i) of this Exhibit 2 and you will be provided a refund check for underproduction as set forth in Section 2(c)(i).

## d. Maintenance and Operation

## (i) General

When the System is installed Sunnova will provide you with a copy of its Solar Operation and Maintenance Guide. This Guide provides you with System operation and maintenance instructions, answers to frequently asked questions, troubleshooting tips and service information.

### (ii) Power Monitor

The Power Monitor requires access to cellular networks in order to operate. If cellular service is not available then (A) we will not be able to monitor the System and provide you with the Power Production Guarantee; and (B) you will be required to provide Sunnova with annual production information from your inverter.

## e. Making a Claim; Transferring this Warranty

## (i) Claims Process

You can make a claim by:

- A. emailing us at the email address in Section 7 below;
- B. writing us a letter and sending it overnight mail with a well-known service;
- C. sending us a fax at the number in Section 7 below; or
- D. creating a claim through our online customer portal (as more particularly set forth in the Solar Operation and Maintenance Guide when the System is installed).

## (ii) Transferable Limited Warranty

Sunnova will accept and honor any valid and properly submitted Warranty claim made during any Lease Term by any person who either purchases the System from you or to whom you properly transfer the Lease.

## f. Exclusions and Disclaimer

The limited warranties and guaranty provided in this Limited Warranty do not apply to any lost power production or any repair, replacement or correction required due to the following:

(i) someone other than Sunnova or its approved service providers installed, removed, re-installed or repaired the System;



- (ii) destruction or damage to the System or its ability to safely produce power not caused by Sunnova or its approved service providers while servicing the System (e.g. if a tree falls on the System we will replace the System per the Lease, but we will not repay you for power it did not produce);
- (iii) your failure to perform, or breach of, your obligations under the Lease (e.g. you modify or alter the System, fail to keep it clean, or fail to protect it from foliage, animals or infestation);
- (iv) your breach of this Limited Warranty, including your being unavailable to provide access or assistance to us or our contractors in diagnosing or repairing a problem, or your failing to maintain the System as stated in the Solar Operation and Maintenance Guide;
- (v) any Force Majeure Event (as defined below);
- (vi) shading from foliage that is new growth or is not kept trimmed to its appearance on the date the System was installed;
- (vii) any system failure or lost production not caused by a System defect (e.g. the System is not producing power because it has been removed to make roof repairs or you have required us to locate the inverter in a non-shaded area); and
- (viii)theft of the System (e.g. if the System is stolen we will replace the System per the Lease, but we will not repay you for the power it did not produce).
- (ix) a power or voltage surge caused by someone other than Sunnova or the Installer, including a grid supply voltage outside of the standard range specified by the local utility or the System specifications or as a result of a local power outage or curtailment; and
- (x) a change in usage of the Property or any buildings at or near such Property that may affect insolation without Sunnova's prior written approval.

This Limited Warranty gives you specific rights, and you may also have other rights, which vary from state to state. This Limited Warranty does not warrant any specific electrical performance of the System, other than that described above.

THE LIMITED WARRANTIES DESCRIBED IN SECTIONS 2(a) and (c) ABOVE ARE THE ONLY EXPRESS WARRANTIES MADE BY SUNNOVA WITH RESPECT TO THE SYSTEM. SUNNOVA HEREBY DISCLAIMS, AND ANY BENEFICIARY OF THIS LIMITED WARRANTY HEREBY WAIVES, ANY WARRANTY WITH RESPECT TO ANY COST SAVINGS FROM USING THE SYSTEM. SOME STATES DO NOT ALLOW SUCH LIMITATIONS, SO THE ABOVE LIMITATIONS MAY NOT APPLY TO YOU.

## 3. SUNNOVA'S STANDARDS

For the purpose of this Limited Warranty the standards for our performance will be (i) normal professional standards of performance within the solar photovoltaic power generation industry in the relevant market; and (ii) Prudent Electrical Practices. "Prudent Electrical Practices" means those practices, as changed from time to time, that are engaged in or approved by a significant portion of the solar power electrical generation industry operating in the United States to operate electric equipment lawfully and with reasonable safety, dependability, efficiency and economy.

## 4. SYSTEM REPAIR, RELOCATION OR REMOVAL

- a. You agree that if (i) the System needs any repairs that are not the responsibility of Sunnova under this Limited Warranty, (ii) the System needs to be removed and reinstalled to facilitate remodeling of your Home or (iii) the System is being relocated to another home you own pursuant to the Lease, you will have Sunnova, or another similarly qualified service provider, at your expense, perform such repairs, removal and reinstallation, or relocation on a time and materials basis. You further agree that, if you relocate the System, Sunnova will need to reevaluate production of the System at the substitute premises and may need to revise the estimates in the Limited Warranty.
- b. If you want to return the System to Sunnova under Section 17 of the Lease then Sunnova will cause our contractors to remove the System at no cost to you. Sunnova will cause our contractors to remove the posts, waterproof the post area and return the roof as close as is reasonably possible to its original condition before the System was installed (e.g. ordinary wear and tear and color variances due to manufacturing changes are excepted). Sunnova will warrant the waterproofing for one (1) year after it removes the System. You agree to reasonably cooperate with



Sunnova or its contractors in removing the System including providing necessary space, access and storage, and we or our contractors will reasonably cooperate with you to schedule removal in a time and manner that minimizes inconvenience to you.

#### 5. FORCE MAJEURE

If Sunnova is unable to perform all or some of its obligations under this Limited Warranty because of a Force Majeure Event, Sunnova will be excused from whatever performance is affected by the Force Majeure Event, provided that:

- a. Sunnova, as soon as is reasonably practical, gives you notice describing the Force Majeure Event;
- **b.** Sunnova's suspension of its obligations is of no greater scope and of no longer duration than is required by the Force Majeure Event (i.e. when a Force Majeure Event is over, we will make repairs); and
- **c.** No Sunnova obligation that arose before the Force Majeure Event that could and should have been fully performed before such Force Majeure Event is excused as a result of such Force Majeure Event.

"Force Majeure Event" means any event, condition or circumstance beyond the control of and not caused by Sunnova's fault or negligence. It shall include, without limitation, failure or interruption of the production, delivery or acceptance of power due to: an act of god; war (declared or undeclared); sabotage; riot; insurrection; civil unrest or disturbance; military or guerilla action; terrorism; economic sanction or embargo; civil strike, work stoppage, slow-down, or lock-out; explosion; fire; earthquake; abnormal weather condition or actions of the elements; hurricane; flood; lightning; wind; drought; the binding order of any governmental authority (provided that such order has been resisted in good faith by all reasonable legal means); the failure to act on the part of any governmental authority (provided that such action has been timely requested and diligently pursued); unavailability of power from the utility grid, equipment, supplies or products (but not to the extent that any such availability of any of the foregoing results from Sunnova's failure to have exercised reasonable diligence); power or voltage surge caused by someone other than Sunnova including a grid supply voltage outside of the standard range specified by your utility; and failure of equipment not utilized by Sunnova or under its control.

## 6. LIMITATIONS ON LIABILITY

## a. No Consequential Damages

YOU MAY ONLY RECOVER DIRECT DAMAGES INCLUDING THOSE AMOUNTS DUE PURSUANT TO SECTIONS 2(c) AND 6(C) UNDER THIS LIMITED WARRANTY, AND IN NO EVENT SHALL SUNNOVA OR ITS AGENTS OR CONTRACTORS BE LIABLE TO YOU OR YOUR ASSIGNS FOR SPECIAL, INDIRECT, PUNITIVE, EXEMPLARY, INCIDENTAL OR CONSEQUENTIAL DAMAGES OF ANY NATURE. SOME STATES DO NOT ALLOW THE EXCLUSION OR LIMITATION OF INCIDENTAL OR CONSEQUENTIAL DAMAGES, SO THE ABOVE LIMITATION MAY NOT APPLY TO YOU.

## b. Limitation of Duration of Implied Warranties

ANY IMPLIED WARRANTIES, INCLUDING THE IMPLIED WARRANTIES OF FITNESS FOR A PARTICULAR PURPOSE AND MERCHANTABILITY ARISING UNDER STATE LAW, SHALL IN NO EVENT EXTEND PAST THE EXPIRATION OF ANY WARRANTY PERIOD IN THIS LIMITED WARRANTY. SOME STATES DO NOT ALLOW LIMITATIONS ON HOW LONG AN IMPLIED WARRANTY LASTS, SO THE ABOVE LIMITATION MAY NOT APPLY TO YOU.

## c. Limit of Liability

Notwithstanding any other provision of this Limited Warranty to the contrary, Sunnova's total liability arising out of relating to this Limited Warranty shall in no event:

- (i) For System Replacement: exceed the greater of (a) the sum of the Lease payments over the Term of the Lease; and (b) the original cost of the System; and
- (ii) For damages to your Home, Belongings and Property: exceed two million dollars (\$500,000).

## 7. NOTICES

All notices under this Limited Warranty shall be made in the same manner as set forth in the Lease to the addresses listed below:



Date: 10/2/2018

Contract ID: BB002043557



**TO SUNNOVA:** Sunnova Energy Corporation

P.O. Box 56229

Houston, TX 77256

Attention: Warranty Claims Telephone: 281.985.9900 Facsimile: 281.985.9907

Email: customerservice@sunnova.com

**TO YOU:** At the billing address in the Lease, through the customer portal, or any subsequent billing address

you give us.

## 8. ASSIGNMENT AND TRANSFER OF THIS LIMITED WARRANTY

Sunnova may assign its rights or obligations under this Limited Warranty to a third party without your consent, provided that any assignment of Sunnova's obligations under this Limited Warranty shall be to a party professionally and financially qualified to perform such obligation. This Limited Warranty protects only the person who leases the System. Your rights and obligations under this Limited Warranty will be automatically transferred to any person who purchases the System from you or to whom you properly transfer the Lease. This Limited Warranty contains the parties' entire agreement regarding the limited warranty of the System.

6

## STATE SPECIFIC ADDENDUM - CALIFORNIA

## Mechanics' Lien Warning

Anyone who helps improve your property, but who is not paid, may record a mechanics' lien on your property. A mechanics' lien is a claim, like a mortgage or home equity loan, made against your property and recorded with the county recorder. Even if you pay Contractor in full, unpaid subcontractors, suppliers, and laborers who helped to improve your property may record mechanics' liens and sue you in court to foreclose the lien. If a court finds the lien is valid, you could be forced to pay twice or have a court officer sell your home to pay the lien. Liens can also affect your credit.

To preserve their rights to record a lien, each subcontractor and material supplier must provide you with a document called a "Preliminary Notice." This notice is not a lien. The purpose of the notice is to let you know that the person who sends you the notice has the right to record a lien on your property if he or she is not paid.

BE CAREFUL. The Preliminary Notice can be sent up to 20 days after the subcontractor starts work or the supplier provides material. This can be a problem if you pay Contractor before you have received the Preliminary Notices. You will not get Preliminary Notices from Contractor or from laborers who work on your project. The law assumes that you already know they are improving your property.

PROTECT YOURSELF FROM LIENS. You can protect yourself from liens by getting a list from Contractor of all the subcontractors and material suppliers that work on your project. Find out from Contractor when these subcontractors started work and when these suppliers delivered goods or materials. Then wait 20 days, paying attention to the Preliminary Notices you receive.

PAY WITH JOINT CHECKS. One way to protect yourself is to pay with a joint check. When Contractor tells you it is time to pay for the work of a subcontractor or supplier who has provided you with a Preliminary Notice, write a joint check payable to both Contractor and the subcontractor or material supplier. Joint checks do not apply to any payments made after the Interconnection Date.

For other ways to prevent liens, visit CSLB's Internet Web site at www.cslb.ca.gov or call CSLB at 800-321-CSLB(2752)

REMEMBER, IF YOU DO NOTHING, YOU RISK HAVING A LIEN PLACED ON YOUR HOME. This can mean that you may have to pay twice, or face the forced sale of your home to pay what you owe.

The option to pay with a joint check is provided to mitigate the risk of a mechanic's lien being recorded against your property. Upon the Interconnection Date, you will no longer have the option to pay with a joint check.

## Information about the Contractors' State License Board (CSLB)

CSLB is the state consumer protection agency that licenses and regulates construction contractors.

Contact CSLB for information about the licensed contractor you are considering, including information about disclosable complaints, disciplinary actions, and civil judgments that are reported to CSLB.

Use only licensed contractors. If you file a complaint against a licensed contractor within the legal deadline (usually four years), CSLB has authority to investigate the complaint. If you use an unlicensed contractor, CSLB may not be able to help you resolve your complaint. Your only remedy may be in civil court, and you may be liable for damages arising out of any injuries to the unlicensed contractor or the unlicensed contractor's employees.

For more information: Visit CSLB's Internet Web site at www.cslb.ca.gov, call CSLB at 800-321-CSLB(2752) or write CSLB at P.O. Box 2600, Sacramento CA 95826

## **Notice Regarding Performance and Payment Bonds**

You have the right to require Contractor to have a performance and payment bond.

## **Arbitration of Disputes**

BY INITIALING IN THE SPACE BELOW YOU ARE AGREEING TO HAVE ANY DISPUTE ARISING OUT OF THE MATTERS INCLUDED IN THIS "ARBITRATION OF DISPUTES" PROVISION (SEE SECTION (ABOVE) DECIDED BY NEUTRAL ARBITRATION AS PROVIDED BY CALIFORNIA LAW AND YOU ARE GIVING UP ANY RIGHTS YOU MIGHT POSSESS TO HAVE THE DISPUTE LITIGATED IN A COURT OR JURY TRIAL. BY INITIALING IN THE SPACE BELOW YOU ARE GIVING UP YOUR JUDICIAL RIGHTS TO DISCOVERY AND APPEAL, UNLESS THOSE RIGHTS ARE SPECIFICALLY INCLUDED IN THIS "ARBITRATION OF DISPUTES" PROVISION. IF YOU REFUSE TO SUBMIT TO ARBITRATION AFTER AGREEING TO THIS PROVISION, YOU MAY BE COMPELLED TO ARBITRATE UNDER THE AUTHORITY OF THE BUSINESS AND PROFESSIONS CODE OR OTHER APPLICABLE LAWS. YOUR AGREEMENT TO THIS ARBITRATION PROVISION IS VOLUNTARY.

WE HAVE READ AND UNDERSTAND THE FOREGOING AND AGREE TO SUBMIT DISPUTES ARISING OUT OF THE MATTERS INCLUDED IN THE "ARBITRATION OF DISPUTES" PROVISION TO NEUTRAL ARBITRATION."

YOU AND WE EACH AGREE TO WAIVE THE RIGHT TO A TRIAL BY JURY IN CONNECTION WITH ANY DISPUTE THAT MIGHT ARISE BETWEEN OR INVOLVING YOU AND US. henry bruttomesso

**Buyer's Signature:** 

C4B18A07CB41443..

Co-Buyer's Signature:

## INFORMATION ABOUT COMMERCIAL GENERAL LIABILITY INSURANCE

	fessions Code §7159.3 (SB 2029), home improvement contractors whether or not they carry commercial general liability insurance.
Home improvement contractors are re	ther he or she carries Commercial General Liability Insurance? equired by law to tell you whether or not they carry Commercial en statement must accompany the bid, if there is one, and the
cautions you to evaluate the risk to yo	e Board strongly recommends that all contractors carry it. The Board our family and property when you hire a contractor who is not ent wrong, would this contractor be able to cover losses ordinarily
☐ How can you make sure the con	tractor is insured?
	•
ordinarily be covered by insurance. Be	business decision to be personally responsible for losses that would efore contracting with a self-insured contractor, ask yourself, if ntractor be able to cover losses that should be covered by
	_ does not carry Commercial General Liability Insurance.
(CONTRACTOR'S NAME)	
(CONTRACTOR'S NAME)	_ carries Commercial General Liability Insurance.
(CONTRACTOR S NAME)	
The insurance company is	
, ,	(COMPANY NAME)
Pursuant to California Rusiness & Pro	sfessions Code 87159 3 (SR 2029), home improvement contractors

Pursuant to California Business & Professions Code §7159.3 (SB 2029), home improvement contractors must provide this notice and disclose whether or not they carry commercial general liability insurance.

For more information about Commercial General Liability Insurance, contact the Contractors State License Board at www.cslb.ca.gov or call 800-321-CSLB (2752).

## **HOMEOWNER'S CHECKLIST**

✓ Check Out Your Contractor
☐ Did you contact the Contractors State License Board (CSLB) to check the status of the contractor's license?
Contact the CSLB at 1-800-321-CSLB (2752) or visit our web site: www.cslb.ca.gov.
☐ Did you get at least 3 local references from the contractors you are considering?
Did you call them?
☐ Building Permits - will the contractor get a permit before the work starts?
✓ Check Out the Contract
☐ Did you read and do you understand your contract?
☐ Does the 3-day right to cancel a contract apply to you?
Contact the CSLB if you don't know.
☐ Does the contract tell you when work will start and end?
☐ Does the contract include a detailed description of the work to be done, the material to be used, and equipment to be installed?
This description should include brand names, model numbers, quantities and colors. Specific descriptions now will prevent disputes later.
☐ Are you required to pay a down payment?
If you are, the down payment should never be more than 10% of the contract price or \$1,000, whichever is less.
☐ Is there a schedule of payments?
If there is a schedule of payments, you should pay only as work is completed and not before. There are some exceptions - contact the CSLB to find out what they are.
☐ Did your contractor give you a "Notice to Owner," a warning notice describing liens and ways to prevent them?
Even if you pay your contractor, a lien can be placed on your home by unpaid laborers, subcontractors or material suppliers. A lien can result in you paying twice or, in some cases, losing your home in a foreclosure. Check the "Notice to Owner" for ways to protect yourself.
☐ Did you know changes or additions to your contract must be in writing?
Putting changes in writing reduces the possibility of a later dispute.

## SOLAR LEASE DISCLOSURE

This disclosure is designed to help you understand the terms and costs of your lease of a solar electric system ("System"). It is not a substitute for the lease ("Lease") and other documents associated with this transaction.

All information presented below is subject to the terms of your Lease.

Read all documents carefully so you fully understand the transaction.

For more information on being a smart solar consumer please visit www.seia.org/consumers.

LESSOR:

Sunnova Energy Corporation 20 E. Greenway Plaza, Ste 475 Houston, TX 77046

Tel.: 281-985-9900

License # (if applicable): Sunnova

CA 1003498

Email: <a href="mailto:customerservice@sunnova.com">customerservice@sunnova.com</a>

INSTALLER:

Horizon Solar Power 7100 W. Florida Ave. Hemet, CA, 92545

Tel.: (951) 760-8419

State/County Contractor License #: CA-1004233

Email: jim.davidson@horizonsolarpower.com

WARRANTY/MAINTENANCE PROVIDER:

(Same as Lessor)

Address: Tel.:

License # (If applicable):

Email:

LESSEE: henry bruttomesso Customer ID: BB002043557

System Installation Address: 33928 Calle Vista, Temecula, CA, 92592-9252, United States Lessee Mailing Address: 33928 Calle Vista, Temecula, CA, 92592-9252, United States

Email: mbruttomesso@mac.com

Contract Date: October 2, 2018 | 14:10 MDT

NOTE: YOU ARE ENTERING INTO AN AGREEMENT TO LEASE A SOLAR ELECTRICITY GENERATING SYSTEM. YOU WILL LEASE (NOT OWN) THE SYSTEM INSTALLED ON YOUR PROPERTY.

Amount & Term (A)	Amount Due Up-Front (B)	Total Estimated Lease Payments (C)	Other Possible Charges (D)
	Amount you owe at Lease	Total of all your monthly payments	Other charges you may have to pay under
payment during the first	signing:	and estimated taxes over the course	your Lease:
year of the Lease:	<u>\$0.00</u>	of Lease: \$81,010.34 (pricing above	
<u>\$213.47</u> . You will		already reflects discount).	Late Charge:
receive a \$15.00	Amount you owe at the		If a payment is more than 16 days late,
discount each month	commencement of	Your estimated total Lease	payments accrue interest at 1% per month
when you set up	installation:	payments over the initial term of	OR 12% annually not to exceed the maximum allowable by law
automatic payments	\$ <u>0.00</u>	the Lease excluding taxes are:	maximum allowable by law
from your checking or	Amount you owe at the	\$81,010.34 (pricing above already	Estimated System Removal Fee: At
savings account	completion of installation:	reflects discount).	homeowner's expense if required within the
(pricing above already	\$81,010.34 (payable in monthly		Initial Term. Removal cost TBD upon
reflects discount).	payments, including ACH	Your estimated total tax payments	removal request.
TI - 1-20-1 (	discount, and excluding taxes)	over the initial term of the Lease are	
The initial term of	, ,	\$0.00 based on estimated average	UCC Notice Removal and Re-filing Fee:
Lease: ⊠25 Years	Total up-front payments:	monthly tax payment of \$0.00	If you refinance your mortgage, you may
300 Months	<u>\$0.00</u>	(pricing above already reflects	have to pay for fees charged to us by the
<u>M</u> 300 MOUTUS		discount).	local jurisdiction and processing fees.
See <b>Box G</b> , "Lease		Incentives Included in Your	
Payment Escalator", for		Estimated Lease Payments:	Returned Checks:
factors that may affect		None	If any check or withdrawal right is returned
the amount of future		None	or refused by your bank, you may be
monthly payments.			charged: \$25.00 (or a lower amount if
			required by law)
			Non-Connection to Internet:
			If you do not maintain a high-speed internet
			connection, you will be charged a monthly
			fee of \$0.00 and/or your monthly payments
			may be based upon estimates. Non-
			connection may affect any guarantee. See
			Box N.
			Automatic Bank Withdrawals (ACH):
			\$ <u>15.00</u> per month discount if you pay your
			Lease using ACH

Number of Lease Payments (E)	When Payments Are Due (F)	Lease Payment Escalator (G)	
Number of Lease payments: 300	Your first Monthly Payment (which includes	Your Lease MAY or MAY NOT have a	
	sales tax, if applicable) of \$228.47 is due on	payment escalator. If your Lease HAS a	
	the first Payment Date. During contract validation, you will choose one of the available	payment escalator, your lease payment will INCREASE ANNUALLY by 1.9 %	
	payment date options for your Payment Date.	INCREASE ANNOALET by 1.9 76	
	After your first Monthly Payment, 299 additional		
	Monthly Payments will be due on the same day		
	of each following month. Please refer to Schedule A for the amounts of these		
	payments.		
	,		
	You will receive:		
	Electronic Invoices		
	(sent to your email address above)  ☐Paper Invoices		
	(sent to your U.S. mail address		
	above)		
	te & Design Assumptions for your Leased System	(H)	
Estimated size of the System in kilowatts: 9			
	on in kilowatt-hours (kWh) from your leased Syster ease due to natural aging of the System: <u>0.50%</u>	m in the first year of the Lease: 15,385.58	
<ul> <li>Estimated annual System production decre</li> <li>System location: <u>33928 Calle Vista, Temerature</u></li> </ul>			
System			
• —	DOES DOES NOT credit you for excess	energy your System generates. The rules	
applying to such credit are set by your juris		onorgy your cyclom generates. The raise	
,,,,,	Security Filings (I)		
Lessor WILL WILL NOT place a lien or	n your home as part of entering the Lease.		
Lessor WILL WILL NOT file a fixture fili	ing or a UCC-1 on the System. The UCC-1 is a pu	iblic filing providing notice that Lessor owns the	
System, but is <b>not</b> a lien.	<u> </u>		
	System Maintenance & Repairs (J)		
	services required or recommended to keep your	• • • • •	
maintenance IS IS IS NOT included for 25 years by Lessor (e.g., Installer, Maintenance Provider). You are required to perform the			
following system maintenance: Keep modules and panels clean and maintain level of shading in existence at time of installation See  Agreement § 4			
Agreement 8 4			
"System repairs" refers to actions needed to fix	your System if it is malfunctioning. System repairs	ARE ARE NOT provided by the	
<u>Lessor</u> (e.g. Installer, Other).			
Please review your Lease and Limited Warranty for additional information about any warranties on the System installation and equipment.			
Certain exclusions may apply. Note that equipment warranties for hardware are not required to include labor/workmanship.			
Roof Warranty (K)			
Your roof IS IS IS NOT warranted against leaks from the System installation for 10 years by Lessor (e.g. Provider, Installer, Other).			
Your roof 🗵 IS 🔲 IS NOT warranted against leaks caused by removal of the System for a period of 1 year(s) following System removal. Any			
portions of your roof impacted by the System WILL WILL NOT be substantially returned to their original condition upon the removal of			
the System (ordinary wear and tear excepted).			

Solar Lease Disclosure v. 2017

Transferring Your Lease and Selling Your Home (L)			
If you sell your home, you 🖂 MAY 🗌 MAY NOT transfer the Lease to the purchaser(s) of your home. If you may transfer the Lease, the			
transfer will be subject to the following conditions:			
☐ Credit check on the purchaser(s)			
Minimum FICO score requirement: 650			
☐Transfer fee of \$			
Assumption of Lease by purchaser(s)			
Other			
If you sell your home, you 🖂 ARE 🗌 ARE NOT permitted to move the System to a new home.			
You may also have the option to prepay some or all of the Lease balance as part of or prior to a transfer.			
Transfer of Obligations by Lessor (M)			
The Lease may be assigned, sold or transferred by Lessor without your consent to a third-party that will be bound to all the terms of the Lease. If			
such a transfer occurs, you will be notified if this will change the address or phone number to use for Lease questions, payments, maintenance or			
service requests.			
System Guarantee (N)			
In terms of your full System, Lessor is providing you with a:  System performance or electricity production guarantee			
☐ Other type of System guarantee			
☐ No System guarantees			
You may have additional guarantees or warranties in addition to those that cover the entire System.			
Utility and Electricity Usage/Savings Assumptions (O)			
You HAVE HAVE NOT been provided with a savings estimate ("Estimate") based on your Lease.			
TOU MINTE MOT BOOM provided with a savings continue ( Edinate ) saced on your Educe.			
If you HAVE been provided with an Estimate, Lessor provides the following:			
Lessor <b>☐IS ⊠IS NOT</b> guaranteeing these savings.			
Lessor IS IS NOT using savings calculations that conform to the SEIA Solar Business Code. See Box R or www.seia.org/code.			
Your Estimate was calculated based on:			
☐Your estimated prior electricity use			
⊠Your actual prior electricity use			
☐ Your estimated future electricity use			
Any escalator in your monthly Lease price			
Your Estimate assumes the following:			
Years of electricity production from the System:			
A current estimated utility electricity rate of \$0.225 [cost per kilowatt-hour] during the first Lease year with estimated increases of			
<u>0.029</u> % annually. Lessor based this estimate on the following source(s): <u>Installer / Lessee</u> .			
☐ Your utility will continue to credit you for excess energy your System generates at ESTIMATED FUTURE CURRENT utility electricity			
rates			
NA 11. 1			
NOTE: It is important to understand that utility rates may go up or down and actual savings may vary. Historical data are not necessarily			
representative of future results. For further information regarding rates, you may contact your local utility or the public regulation commission.			
Tax and other state and federal incentives are subject to change or termination by executive, legislative or regulatory action, which may impact			
savings estimates. Please read your Lease carefully for more details.			
Renewable Energy Certificates (RECs) (P)			
Any renewable energy certificates or credits (RECs) from producing renewable solar energy with the System WILL WILL NOT be			
assigned to the Lessor. If Lessor is assigned the RECs, you will not own the RECs to sell, use or claim them, and Lessor may sell the RECs to			

Solar Lease Disclosure v. 2017

	Cooling Off Period/ Right to Cancel (Q)			
In addition to any rights you have under state or local law, you HAVE DO NOT HAVE the right to terminate this Lease without penalty within 7 business days of Contract Date.				
portanty within <u>-</u> business days of contract bate.	SEIA Solar Business Code (R)			
	T abide by and agree to be bound by the SEIA Solar Business Code ocess. For more information about the SEIA Solar Business Code and complaint			
BY SIGNING BELOW, YOU AGREE THAT Y	OU HAVE RECEIVED AND REVIEWED DISCLOSURES A-S ABOVE:			
Homeowner's Name: ந்தார் bruttomesso				
Signature: Lenry bruttomesso	Date: October 2, 2018   14:10 MDT			
Co-Homeowner's Name (if any):				
Signature:	Date:			
Individual Completing this Form:				
Name: John Santo Salvo	Signature: De Sout Suk			
Title: Authorized Signatory	Company: Sunnova Energy Corporation			
Date: October 2, 2018   14:10 MDT				



## **ELECTRONIC FUNDS TRANSFER OR CREDIT CARD PAYMENT AUTHORIZATION**

In this Electronic Funds Transfer or Credit Card Payment Authorization ("Authorization"), "I," "me," "my," "we" and "our" refer to the Homeowner(s) under the Solar Service or Solar Purchase Agreement ("Agreement") signed the same date I sign this Authorization. I may choose the convenience of having my monthly payments under the Agreement made automatically from my Bank Account at my Financial Institution or through recurring charges to my Credit Card Account. This Authorization allows preauthorized payments from my designated Bank Account or Credit Card Account ("Account") to Sunnova Energy Corporation or its designees ("You").

By signing this Authorization, I agree to the following terms:

#### 1. AUTHORIZATION

As applicable to the type of Account that I designate, I authorize You to: (i) automatically withdraw funds from my deposit Account ("Electronic Funds Transfer Payment") through an automated clearing house transfer (electronic debiting of my Account=) or by bank draft (remotely created check or "RCC"); or (ii) initiate charges to my credit Account, in order to make my payments to You as required by the Agreement. If the due date falls on a Saturday, Sunday, or holiday, my payment will be deducted on the next business day following the due date, and You will credit my payment as if it had been received on the due date. If I designate a deposit Account, I agree to keep sufficient available funds in the Account on the due date so that the payment can be made in the required amount and to cover all payment to You under the Agreement. If there are insufficient funds in my deposit Account, You may initiate a second debit to my Account or attempt a second presentment of a remotely created check. You will not attempt to debit my deposit Account or present a remotely created check drawn on my Account more than twice for any single payment due. If any of this information changes, I will immediately notify Sunnova at <a href="mailto:customerservice@sunnova.com">customerservice@sunnova.com</a> or by calling us at 1-855-277-6379. If Sunnova incurs any fees as a result of inaccurate or out of date information, Sunnova will bill me for those charges.

### 2. REJECTED PAYMENTS

My failure to keep sufficient funds in my deposit Account or a rejected charge to my credit Account will be an event of default under this Authorization and You will have the right to terminate this Authorization. I will be responsible for any payments that do not clear as well as any dishonored check fees, including those that may be discovered after the Agreement is apparently paid off, paid in full or otherwise.

## 3. BANK FEES

I agree to be bound by any rules my bank requires for pre-authorized electronic funds transfers and/or credit card transactions and understand that I will be responsible for any fees my financial institution may charge for these electronic payments.

## 4. EARLY PAYMENT

If I make a full monthly payment two business days before the scheduled transfer date, there will be no automatic payment for that month. I agree that the termination of this Authorization shall not prevent a debit or credit transaction authorized before any notice of termination and does not terminate the Agreement or my obligation to make payments as required by the Agreement.

## 5. RIGHTS REGARDING VARYING AMOUNTS

I acknowledge and understand that You reserve the right to change these conditions at any time. Notice may be provided on or with my bill or by other methods. I have the right to receive notice of all Electronic Funds Transfer Payments that vary from a preauthorized amount, or from the previous Electronic Funds Transfer Payment amount.

## 6. PROCEDURES UPON PAYMENT IN FULL

I understand that when my Agreement is paid off and You send notice to my Bank to cease making Electronic Funds
Transfer Payments or initiating charges to my credit Account, as applicable, occasionally a bank fails to stop such
payments in a timely manner. If this occurs, or if an overpayment is otherwise made, You will refund to me the amount
exceeding any amount due as soon as reasonably possible upon discovery of the overpayment, and I agree that this is a



reasonable procedure. If there is a balance remaining after the scheduled final due date of the Agreement, I authorize You to continue to debit and/or initiate charges to my Account in the amount of the minimum payment required under the Agreement at regular intervals until the unpaid balance is paid. Although You are authorized to continue these payments, You are under no obligation to do so.

BY SIGNING THIS DOCUMENT, I ACKNOWLEDGE THAT I HAVE READ THE TERMS AND CONDITIONS OF THIS AUTHORIZATION ABOVE AND AGREE TO BE BOUND BY ITS TERMS. I ACKNOWLEDGE THAT I HAVE RECEIVED A COPY OF THIS AUTHORIZATION. I REPRESENT THAT ALL PERSONS WHOSE SIGNATURES ARE REQUIRED TO WITHDRAW FUNDS FROM OR INITIATE CHARGES TO THE ACCOUNT I HAVE DESIGNATED HAVE EXECUTED OR OTHERWISE AUTHORIZED THIS AUTHORIZATION. I UNDERSTAND THAT I WILL RECEIVE A SEPARATE REQUEST TO SECURELY PROVIDE MY DESIGNATED BANK OR CREDIT CARD ACCOUNT INFORMATION.

Homeowner's Name: henry bruttomesso  Signature: Level bruttomesso  C4B18A07CB41443  Co-Homeowner's Name (if any):	Date:	October 2, 2018   14:10 MDT
Signature:	Date:	