

**RESOLUTION APPROVING
BATTERY ENERGY STORAGE SYSTEM AGREEMENTS**

Whereas, the Harrisonburg Electric Commission (“HEC”) desires to participate in battery energy storage system projects (the “BESS Projects”), whereby a battery energy storage system would be installed and interconnected with the electric facilities of HEC and the Town of Culpeper; and

Whereas, pursuant to Tolling Agreements (TA) to be entered into between the Virginia Municipal Electric Association No. 1 (“VMEA”) and the owner of the Bess Project facilities, VMEA will discharge electricity that has been stored in the BESS Project facilities pursuant to the terms of the Tolling Agreement and compensate the Owner accordingly; and

Whereas, the BESS Projects will reduce VMEA’s peak load, which will enable significant cost savings by VMEA by reducing VMEA’s costs in purchasing electricity, which savings can then be apportioned to the VMEA members, including HEC; and

Whereas, Section 8-1-11 of the City Code of the City of Harrisonburg, Virginia provides that the City Council must approve any HEC contracts or agreements that exceed 10 years in duration, and this requirement applies to certain agreements in connection with the Bess Project.

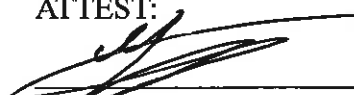
Now, Therefore, the Harrisonburg Electric Commission resolves as follows:

1. The lease to VMEA of certain real property, consisting of 11,000 square feet, more or less, located at 2230 Ramblewood Road, Harrisonburg Virginia (the “Lease”) is hereby approved in substantially the form attached hereto as **Exhibit A**, with such changes as may be approved by HEC’s General Manager in consultation with its attorney.
2. The Battery Energy Storage System Output Purchase Agreement (the “Member Agreement”) is hereby approved in substantially the form attached hereto as **Exhibit B**, with such changes as may be approved by HEC’s General Manager in consultation with its attorney.
3. The General Manager is hereby authorized to negotiate and enter into an Interconnection Agreement for Battery Energy Storage Facility (the “Interconnection Agreement”) with the owner of the BESS Project facilities, in such form as may be approved by HEC’s General Manager in consultation with its attorney.
4. The City Council of the City of Harrisonburg is respectfully requested to approve the Lease, Member Agreement, and Interconnection Agreement,
5. The General Manager or Chair of the Harrisonburg Electric Commission, either of whom may act, is authorized to execute the Lease, Member Agreement, and Interconnection Agreement, and to take any other actions that may be reasonable and necessary to effect the purposes of this

Resolution.

Date: 8/25/26

ATTEST:


Gil Colman, Secretary


Quinton Callahan, Chair