RESOLUTION APPROVING
BATTERY ENERGY STORAGE SYSTEM
AGREEMENTS

Whereas, the Harrisonburg Electric Commission ("HEC") provides electric utility services to the citizens of the City of Harrisonburg; and

Whereas, HEC is, along with other local governments, a member of the Virginia Municipal Electric Association No. 1 ("VMEA"), which assists and supports HEC in providing efficient electric utility services, including bulk electric power supply matters; and

Whereas, in collaboration with VMEA, HEC desires to participate in a battery energy storage system project (the "BESS Project"), whereby battery energy storage systems would be installed and interconnected with the electric facilities of the two VMEA members that purchase the most electricity: namely, the City of Manassas and HEC; and

Whereas, pursuant to a Tolling Agreement to be entered into between VMEA and the owner of the Bess Project facilities (the "Owner"), VMEA will purchase electricity that has been stored in the Bess project facilities from the Owner; and

Whereas, the Bess Project will reduce VMEA's peak load, which will result in significant cost savings to VMEA by reducing VMEA's costs in purchasing electricity; and

Whereas, the significant cost savings realized by VMEA as a result of the BESS Project can then be apportioned to its 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 City Council for the City of Harrisonburg, Virginia, resolves as follows:

1. The General Manager or Chair of the Harrisonburg Electric Commission, either of whom may act, is authorized to execute and enter into, on behalf of the City, a Battery Energy Storage System Output Purchase Agreement (the "Member Agreement") in substantially the form attached hereto as **Exhibit A**.

2. The City Council approves and authorizes HEC to enter into that certain Interconnection Agreement for Battery Energy Storage Facility (the "Interconnection Agreement") in substantially the form attached hereto as **Exhibit B**, which Interconnection Agreement contains a term that exceeds 10 years in duration.

3. The General Manager or Chair of the Harrisonburg Electric Commission, either of whom may act, is authorized to take any other actions that may be reasonable and necessary to effect the purposes of this Resolution and to comply with the Member Agreement.

Date: July 8, 2025

ATTEST:

Clerk

Vice-Mayor