

Low Income Participant Criteria

Qualified applicants must be able to demonstrate gross annual earnings in an amount equal to or less than 200% of the 2024 Federal Poverty Level. (We have included 2023's Federal Poverty Guidelines for reference until 2024 data is released.) Applicants must also have an <u>electric</u> account in good standing with Mason County PUD No. 1. Water accounts or delinquent/inactive accounts are not eligible to participate.

All low-income applicants will be prequalified and registered through an in-person appointment with the Community Solar Project Manager the week of March 25-29, 2024. Applicants should call Lisa Cates at (360) 877-5249 x. 210 to schedule an appointment. Depending on the amount of interest, additional appointments may open up the following week. Applicants must have all relevant paperwork in hand for the appointment. Please verify with Lisa which documents you are bringing to the appointment to ensure that they are sufficient.

The list of prequalified applicants will be randomized and selected on a first come, first served basis. 10 applicants will be chosen for the participation period. The participation period for the low-income grantfunded portion is four years. Prior to the expiration of the four-year period, a new prequalification process will ensue, and a new list of prequalified, low-income applicants will be registered and randomly selected to participate for an ensuing four-year period. This will continue for the life of the solar project, or 20 years, whichever occurs first. Applicants who were selected for a four-year period are permitted to prequalify again and register for another selection process, and thus have an opportunity to be chosen to participate more than once.

If the PUD does not have enough prequalified, low-income participants in the ensuing four-year subscription period, the unsubscribed units will be evenly distributed amongst the participating low-income subscribers for that four-year period. It will revert to the original number of subscribers for the next four-year period. The low-income portion of the project is approximately 500 units, or .028 kW per unit. Each of the 10 participants will receive 50 units. The criteria for allocating the low-income portion and number of participants was developed in partnership with Bonneville Environmental Foundation, who made the grant to the PUD to create this low-income program.

If a low-income subscriber moves out of PUD 1's electric service territory, or if their account goes into inactive status for more than 30 days, their units will be forfeited and offered to the next qualified participant on the randomized list until they are redistributed.

Applications are due by 5:00 p.m. on Thursday, February 29th at the PUD 1 office at 21971 N. Hwy 101 in Potlatch, or by email to Lisa at lisac@mason-pud1.org.

Late applications will not be considered. Please contact Lisa with any questions on the application.



PROOF OF INCOME:



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2023 Federal Poverty Guidelines (Coverage Year 2024)									
# in Household	100% FPL	138% FPL	150% FPL	200% FPL	250% FPL	300% FPL	400% FPL		
1	\$14,580	\$20,120	\$21,870	\$29,160	\$36,450	\$43,740	\$58,320		
2	\$19,720	\$27,214	\$29,580	\$39,440	\$49,300	\$59,160	\$78,880		
3	\$24,860	\$34,307	\$37,290	\$49,720	\$62,150	\$74,580	\$99,440		
4	\$30,000	\$41,400	\$45,000	\$60,000	\$75,000	\$90,000	\$120,000		
5	\$35,140	\$48,493	\$52,710	\$70,280	\$87,850	\$105,420	\$140,560		
6	\$40,280	\$55,586	\$60,420	\$80,560	\$100,700	\$120,840	\$161,120		
7	\$45,420	\$62,680	\$68,130	\$90,840	\$113,550	\$136,260	\$181,680		
8	\$50,560	\$69,773	\$75,840	\$101,120	\$126,400	\$151,680	\$202,240		

- Copy of last year's federal tax return along with federal schedule E that accurately reflects current income (can be Federal or state).
- Wages and tax statement (W-2 and/ or 1099, including 1099 MISC, 1099G, 1099R, 1099SSA, 1099DIV, 1099SS, 1099INT).
- Pay stub (previous 3 months, for all income in household)
- Self-employment ledger documentation
- Social Security Benefits Letter
- Unemployment Benefits Letter
- Annuity Statement
- Statement of pension distribution from any government or private source

SELF-EMPOYMENT

- 1040 SE with Schedule C, F, or SE (for self-employment income)
 1065 Schedule K1 with Schedule E
- Tax return
- Most recent quarterly or year-to-date profit and loss statement



INCOME EXCLUSIONS:

• Earned Income Tax Credit.

In circumstances where the minor is, not a verifiably emancipated youth applying as head of household the following income exclusions apply:

- Earned or self-employment income received by a household member who is 17 years or younger will be excluded.
- Earned or self-employment income received by a household member who is 18 and is a student in high school or high school equivalent will be excluded.
- Earned or self-employment income received by verifiably emancipated youth will be counted.
- Benefits received through program under the Job Training and Partnership Act (JTPA) and AmeriCorps*USA (including AmeriCorps, VISTA, NCCC, Senior Corps, Youth Corps, Learn and Serve, University Year for Action, Urban Crime Prevention Program).
- Earnings from the Community Services Employment Program authorized under Title V of the Older Americans Act of 1987.



Mason PUD 1 Community Solar II – LOW INCOME PROGRAM DESCRIPTION AND PARTICIPATION AGREEMENT

Thank you for your interest in Mason County PUD No. 1's Community Solar II Program ("**Program**"). Upon signing this Agreement, you agree to be bound by conditions of this Program, as outlined herein, including the accompanying terms and conditions (collectively the "**Agreement**"). This Agreement applies to your participation in the Community Solar II Project, located on the PUD 1 warehouse at 21971 N. Highway 101 in Shelton, WA.

Please verify your information, review the Agreement terms, and return the signed document to the following address. Please also initial the bottom of Exhibit A.

Mason PUD 1 ATTN: Community Solar II 21971 N. Hwy 101 Shelton, WA 98584

Participant Information:

Customer Name:
Electric Account Number:
Service Address for the Electric Account Number listed above:
Email address:
Mailing Address (if different than above):
Telephone Number:
Requested Participation Level (Must not exceed the total number of units pledged during registration):

Total Number of Solar Units: 50 SOLAR UNITS

Community Solar II Project: 50 SOLAR UNITS

If you have questions regarding your participation level, please call the PUD 1 Solar Department (360) 877-5249.

Total Enrollment Fee: \$0.00 FREE OF CHARGE THANKS TO GENEROUS GRANT FROM BONNEVILLE ENVIRONMENTAL FOUNDATION.

Failure to keep your electric account active (not disconnected) will result in termination of this Agreement and Participant's loss of eligibility to participate in this Program.

Mason PUD 1 will accept in-person appointments to prequalify and register low-income participants. Appointments are available March 25 - 29, first come, first served.

You must schedule an appointment with Lisa Cates, at 360-877-5249.

Please check the box below if applicable:

\Box I plan to apply for a Washington State Production Incentive for solar energy generated by a separate solar	
system on my home or business (between now and 2028) *please include the Mason PUD 1 account numl	ber
where the system is located if different from above	

Please note, the annual WA State Production Incentive is limited to a maximum of \$5,000.00 annually, per household. If you are collecting an incentive for an at-home solar system and also participating in PUD 1's Community Solar II Program, the annual incentive for both systems (combined) is still limited to \$5,000.00. Mason PUD 1 will submit the WA State Production Incentive Form for all participating Community Solar II Participants.

If you have questions about this process, please call customer service at (360) 877-5249 or email customerservice@mason-pud1.org.

PROGRAM REGISTRATION & RANDOM DRAWING

In December 2023, Mason PUD 1 will notify customers by direct mail of the opportunity to register for a randomized drawing for both the low-income portion of the community solar project, and the general subscription portion of the project. Because there is a limited number of units available, a randomized drawing will be held to provide customers an equal opportunity to participate. To participate in the low-income program drawing, customers must prequalify for the program by making an in-person appointment with Lisa Cates at the PUD 1 office. Appointments are first come, first served during March 25 - 29, 2024. Customers will also be registered at this appointment if they are prequalified. If there is a greater demand than available appointments, the PUD will open additional appointments the following week(s).

Customers who do not have access to the internet or an email account should call the PUD at (360) 877-5249, or visit the PUD 1 office for enrollment assistance. Only one request per household will be allowed to participate in the drawing, regardless of the number of qualifying accounts the customer has with Mason PUD 1. All entries must be submitted by 5:00 PM PST, Thursday, February 29, 2024.

If you need assistance, please call (360) 877-5249.

How does the random drawing work?

As soon as the online registration closes at 5:00 pm, Thursday, February 29, 2024, Mason PUD 1 will extract the list of customers that registered for both the Community Solar II project and the low-income portion of the project. Mason PUD 1 will perform a random reordering of each of the registration lists. The 500 units available will be allocated to 10 low-income customers beginning at the top of the list until all units are allocated.

What if I am selected during the random drawing?

Customers who are selected will be notified by email after the random drawing takes place and will be provided with a participation agreement. The agreement will include the terms and conditions and must be returned to Mason PUD 1 by April 19, 2024. If your agreement and is not returned by the 19th, the units will be reassigned to another eligible customer. The low-income portion of the project is redistributed every four years for a total of 20 years. If you are not selected in the first round, you have an opportunity to requalify and enter the randomized drawing again in the next round.

What happens if I am not selected in the random drawing?

Your name will remain on the list in the order established by the random reordering. If a customer who was selected for participation decides to withdraw from the current project, the next customer on the list will be offered the opportunity to participate.

When is the Participation Agreement due?

The signed participation agreement is due back to Mason PUD 1 April 19, 2024. If your agreement is not returned, the units will be reassigned to another eligible customer.

Can I email my signed Participation Agreement back to Mason PUD 1?

Yes, we will accept signed and scanned copies of the participation agreement at customerservice@mason-pud1.org. After sending the signed agreement, you should contact Mason PUD 1 at (360) 877-5249 to verify it was received and processed onto your account.

INCENTIVES & ENERGY CREDITS

Generated Energy Credits:

The Generated Energy Credit will be applied to the participant's Mason PUD 1 account once per year. The credit will be issued to the participant's **December** PUD 1 bill. The credit will be issued each year as long as the Agreement is effective and the equipment in the selected Community Solar II Project is operational. The credit may be reduced by Mason PUD 1 to pay for any unanticipated maintenance or repair costs of the Community Solar II Project.

Projected WA State Production Incentive:

The annual WA State Production Incentives will be applied to the participant's Mason PUD 1 account once per year after the Utility receives the applicable tax credit from the State of Washington for this Program. The payment will be made annually between the months of August and December. No WA State Production Incentives will be paid for generated energy after June 30, 2028.

Participant Acknowledgements, Authorizations and Warranties

Participant expressly acknowledges, agrees to, authorizes, understands and warrants as follows:

- Enrollment is only open to Mason PUD 1 electric customers and is limited to 500 Solar Units. Participant must submit a signed
 Agreement to participate in the Program. Participation levels will be confirmed upon execution of the Agreement by Mason PUD 1.
- Participant warrants that they meet the Eligibility Requirements contained in Section 2 of the Terms and Conditions.
- Participant must be 18 years of age or older and have full power and authority to sign this Agreement.
- Participant has read and understands the risks and uncertainties identified in Exhibit A to this Agreement.
- Participant understands that the primary motivation for participation in this program is the personal consumption of renewable energy generated in Mason County and not the expectation of profit or as a financial investment.
- Participant understands that Mason PUD 1 receives Washington State Production Credits in the form of a tax credit from the State of Washington for the Program. The Utility's obligation to pay this incentive to the Participant is conditioned upon receipt of this tax credit from the state.
- Participant has not relied upon any advice from, or any information provided by, Mason PUD 1, or any of Mason PUD 1's employees, directors, agents or affiliates, as to the prudence of Participant's participation in the Project. Participant understands that any questions or concerns about available tax credits, tax benefits, tax liability, incentives, and any other attributes of Participant's participation in the Project and Program, or any term or condition in this Agreement should be raised with Participant's tax or legal advisers or the appropriate governmental agencies. Participant acknowledges that there are a wide variety of limitations on tax incentives and other governmental programs, many of which will affect a participant's right to receive benefits under the Program, and Participant assumes the risk of all known and unknown limitations that now exist, as well as any limitations or restrictions that might be imposed in the future.
- Participant understands as part of this Agreement that Mason PUD 1 is subject to compliance with the Washington State Public Records
 Act, Chapter 42.56, RCW, and that this Agreement and any and all public records that are created as a part of this Agreement and/or the
 Project, may be requested by and disclosed to any member of the public as required by the Public Records Act. By signing this Agreement,
 Participant acknowledges that public records may be created and disclosed to any third parties as required by law without further notice
 or consent.
- Participant has valid contact information listed in the section above. Mason PUD 1 correspondence in regards to the Project will be
 conducted primarily via email unless other arrangements are made, and Participant hereby consents to the delivery of all applicable notices
 under this Agreement by email, to the email address provided by Participant from time to time under this Agreement or as otherwise
 contained in Participant's account records with Mason PUD 1.
- Participant will generally receive confirmation of enrollment in the Program via e-mail within 10 business days of receipt of a completed Agreement.
- Participant hereby releases and shall defend, indemnify and hold harmless Mason PUD 1, its successors and assigns, and the commissioners, directors, officers, employees and agents of Mason PUD 1 and its successors and assigns from any and all claims, losses, costs, liabilities,

damages and expenses (including, but not limited to, reasonable attorneys' fees) arising out of or in connection with any breach of this Agreement by Participant.

• Participant has read, accepts and agrees to be bound by the terms and conditions contained within this Agreement.

PLEASE BE SURE TO INITIAL EXHIBIT A ON THE LAST PAGE.

Participant Signature:	
Print Name:	
Date:	
Utility Approval:	
Signature	
Name: Lisa Cates	
Title: Project Manager	
Date:	

MASON PUD 1 COMMUNITY SOLAR II PROGRAM LOW-INCOME PORTION TERMS AND CONDITIONS

Section 1. Definitions

- "Annual Incentive Payment" means the monetary credit received by a Participant based on their enrollment in the Program. The total value of the Annual Incentive Payment shall be the sum of the Participant's eligible Generated Energy Credits and their eligible WA State Production Incentive Credit, as explained in Section 5 and Section 6.
- 1.2 "Mason PUD 1" or "Utility" or "District" or "PUD 1" means Mason County Public Utility District No. 1.
- "Community Solar II Project" means the selected solar photovoltaic electricity generating facilities being developed by Mason PUD 1 on the roof of the PUD warehouse at 21971 N. Hwy 101 in Shelton (Potlatch), Washington.
- "Electric Account" means the Participant's active electric account with Mason PUD 1.
- "Generation Credit" means a bill credit the Participant is eligible to receive on their Electric Account based on the amount of electric energy produced by that portion of the Community Solar II Project allocated to the participant. See Section 6.1.
- "Participant" means the person identified in this Agreement as the individual who is authorized to participate in the Program under the terms and conditions set forth herein, or any individual that is an authorized Assignee, in accordance with Section 7.
- 1.7 "Party" or "Parties" means either the Participant or Mason PUD 1 or both collectively depending upon the context.
- "Program" means the Community Solar II Program operated by Mason PUD 1, under which this Agreement is structured.
- 1.9 "Service Address" means the real property location specified in this Agreement where the Participant receives electric service from Mason PUD 1.
- 2.0 "Solar Unit" means the intangible equivalent of a <u>1/10 portion of one solar panel</u> in the Community Solar II Program. (Approximately 26 watts)
- 2.1 "WA Investment Cost Recovery Incentive Rate" means the monetary rate for electricity production provided by the State of Washington's Renewable Energy System Cost Recovery program as codified in Revised Code of Washington (RCW) Sections 82.16.110-140.
- "Washington State Production Incentive Credits" means the amount paid by the Utility to the Participant based on the value of the tax credit the Utility receives (pursuant to RCW 82.16.110-140) for that portion of the Project attributed to the Participant's Solar Units.

Section 2. Eligibility

Only Mason PUD 1 customers with metered **ELECTRIC** accounts in good standing are eligible to enroll in the Program or to remain enrolled in the Program once accepted. Non-metered, industrial and lighting accounts are not allowed to participate in this Program.

Qualified Participants must be prequalified to participate and must be able to demonstrate gross annual earnings in an amount equal to or less than 200% of the 2024 Federal Poverty Level for Mason County, Washington. See "Solar Guidelines-Income" for details on income guidelines and qualifying documentation.

Section 3. Enrollment Fee

There is no enrollment fee to participate in the Low-Income portion of the Program.

Section 4. Term

Participation in the Program shall be effective upon Participant's payment of the Enrollment Fee and confirmation of enrollment by Mason PUD 1 on the date shown in the confirmation notice, which shall be emailed to the Participant. This Agreement shall continue until June 30, 2027 or until the solar equipment upon which it is based is no longer functional (the Utility shall have the absolute discretion to determine if repairs are necessary or financially viable in the event that the solar equipment described in this Agreement malfunctions or is damaged).

This Agreement may be terminated by Mason PUD 1 for convenience at any time.

Section 5. Annual Incentive Payment(s)

Subject to all the terms and conditions set forth herein, the Participant shall receive the following financial benefits, which shall be an amount based on the eligible WA State Production Incentive Credits generated by the Solar Unit(s) purchased by the Participant under the Program. The Participant shall receive a WA State Production Incentive starting in 2024, which shall continue until June 30, 2027. The participant shall also receive an annual Generated Energy Credit (starting in 2024 through December 2027) based on the amount of energy generated by the Solar Unit(s) purchased by the Participant under the Program.

- 5.1 The WA State Production Incentive Credits will be paid in the form of credit to the Participant's Utility Account.
- 5.2 The Generated Energy Credits will be paid in the form of a credit to the Participant's Utility Account.

Section 6. Calculation of the Annual Incentive Payment(s)

The Annual Incentive Payment shall be the sum of the value of the Generated Energy Credits and the WA State Production Incentive Credits that the Participant is eligible to receive under the Program. These amounts shall be calculated as follows:

- The value of the Generated Energy Credits shall be determined by calculating the amount of kilowatt hours (kWh) produced by all the solar panels in the Community Solar II Project for the given year, dividing that number by the number of total Solar Units for that project (to determine amount of generated power represented by each Solar Unit), then taking that number and multiplying it by the number of Solar Units allocated to the Participant in that Project (to calculate the amount of generated power represented by the Participant's Solar Units), then finally taking that number and multiplying it by Mason PUD 1's then current electrical rate. Mason PUD 1's rates are set by Mason PUD 1 Board of Commissioners and recorded by resolution. The Generated Energy Credit will be paid in the form of a credit to the Participant's Utility Account during the month of December.
- 6.2 The value of the WA State Production Incentive Credits shall be determined by calculating the amount of kilowatt hours (kWh) produced by all the solar panels in the selected Community Solar II Project for the given year, dividing that number by the number of total Solar Units for that project (to determine amount of generated power represented by each Solar Unit), then taking that number and multiplying it by the number of Solar Units allocated to the Participant in that project (to calculate the amount of generated power represented by the Participant's Solar Units), then finally taking that number and multiplying it by the WA Investment Cost Recovery Rate* amount (currently \$0.14 per kWh produced).

The Utility's credit of the annual WA State Production Incentive Credit is condition upon the Utility receiving an equivalent tax credit from the State of Washington attributed to the power production represented by the Participant's Solar Units.** This payment will be paid in the form of a credit to the Participant's Utility Account. Such credit shall be applied between August and December of each year.

*The WA Investment Cost Recovery Rate shall be determined by the State of Washington. Pursuant to RCW 82.16.110-140, the State of Washington plans to offer an Investment Cost Recovery Incentive to participants in

certain solar projects including utility-owned Community Solar Project(s) as defined in RCW 82.16.110(2)(a)(ii). While Mason PUD 1 has every reason to believe that these production incentives will be granted by the State of Washington to any eligible Participant, Mason PUD 1 makes NO representation or warranty, either express or implied, that the WA Investment Cost Recovery Incentive will be available or at what level it will be set.

- **Utilities in the State of Washington can pay production incentives to qualified solar-generating customers (including Community Solar participants) within their service territories and earn a tax credit equal to the cost of the payments. The tax credit that a utility may claim cannot exceed the greater of \$250,000.00 or 1.5% of the utility's taxable power sales. The tax credit available for Community Solar II participants is capped at 25% of the 1.5% of the utility's taxable power sales. The incentive amount paid by a utility on behalf of the State may be proportionally reduced if requests for incentive payments exceed the tax credit cap available to that utility.
- The Washington Administrative Code (WAC 458-20-273) dictates the rules for both the Community Solar II and Customer Renewable Energy Generation incentives. The WAC sets an **applicant limit.** No individual, household, business, or local governmental entity is eligible for incentive payments of more than five thousand dollars per year. If two or more individuals are living together in one household with one customer account with the light and power business these individuals are in one household and will only receive one \$5,000 annual limit.
- The amount of energy produced by the Project is determined each year on June 30th by measuring the power production from the project during the prior July 1st to June 30th period.

Section 7. Transfer of Solar Unit(s)

7.1 If Participant terminates his or her Electric Account to which the benefits under this Program have been assigned, all prospective rights and benefits associated with Participant's Solar Units shall revert to Mason PUD 1, at which point they will be assigned to a new qualifying low income Participant for the remainder of the 4 year term.

Section 8. No Pledge of Solar Unit(s)

Participant may NOT pledge or hypothecate the Solar Unit(s) as security for repayment of any purpose. Participant may not assign, sell, gift, bequeath or otherwise transfer any rights in the Solar Unit(s) to any other individual or entity.

Section 9. Participant Ownership of Environmental Attributes

- 9.1 Mason PUD 1 will not certify the Community Solar II Project or the environmental attributes generated by the system. Mason PUD 1 grants the ownership of environmental attributes of any kind, including renewable energy credits (RECs), which may be associated with the Participant's Solar Unit(s), to the Participant.
- 9.2 In addition to the limitation set forth in Section 8 above, Participant may not certify or transfer any environmental attributes generated by the Community Solar II Project.

Section 10. Disclaimer of Warranties

Participant acknowledges that, except to the extent specifically stated herein, Mason PUD 1 has NOT made any representation, warranty or promise with respect to any aspect of the performance, condition, value, risks or likelihood of success of the Program or the Solar Unit(s) enrolled to herein. PARTICIPANT ACKNOWLEDGES AND AGREES THAT THE SOLAR UNIT(S) ENROLLED IN BY THE PARTICIPANT ARE MADE AVAILABLE AS IS, WHERE IS, AND WITHOUT WARRANTY. ANY WARRANTIES, EXPRESS OR IMPLIED, ARISING BY OPERATION OF LAW OR OTHERWISE ARE HEREBY DISCLAIMED, INCLUDING WITHOUT LIMITATION ANY WARRANTY OF MERCHANTABILITY, FITNESS FOR ANY PARTICULAR PURPOSE OR OTHERWISE.

Under no circumstances shall any Participant have a right to receive damages, whether compensatory, exemplary or otherwise, and whether arising in contract, tort or by other legal theory, relating to this Agreement or the Program. In connection with any claims asserted under this Agreement or otherwise in connection with the Program, Mason PUD 1 may, without derogation or limitation of any other defenses available to Mason PUD 1 and without waiver of any rights or claims Mason PUD 1 might otherwise have against any person, terminate this Agreement and the Participant's

interest in the Project.

Section 11. No Effect on Electric Rates and Tariffs

Nothing in this Agreement shall be deemed to alter, modify, or limit any rate, charge or condition of service (including any policies, fees, charges or assessments) established from time to time by Mason PUD 1 for electric service. All such rates, charges, or policies shall remain subject to change at any time by the Utility. Participant acknowledges and agrees that the Electric Account and accompanying bill to which the Annual Incentive Payment associated with the Participant's Solar Unit(s) shall be applied, shall reflect those rates and charges established or changed from time to time by Mason PUD 1. Enrollment in the Program shall not give Participant any increased or augmented right to contest or otherwise affect the determination of any rates or charges by Mason PUD 1 for electric services.

Section 12. Ownership of the Community Solar II Project Equipment

Mason PUD 1 will have sole ownership, possession, and control of the Community Solar II Project and associated equipment, and will have the exclusive right to maintain and operate such equipment. Enrollment in the Program does not and shall not be construed to convey any right, title or interest in or to any portion of any property (tangible or intangible, real or personal) underlying or comprising any portion of the Community Solar II Project or its associated equipment or improvements, or any equipment of Mason PUD 1.

Section 13. Access to Solar Equipment at the Community Solar II Project

Participant will not have access to the generating, interconnection, metering, data acquisition or other related solar equipment at the Community Solar II Project for any purpose, without prior written approval of Mason PUD 1. Such access may be withheld or granted in Mason PUD 1's sole discretion.

Section 14. Force Majeure

Neither Mason PUD 1 nor the Participant shall be liable for breach of this Agreement occasioned by any act of God, labor disturbance, act of the public enemy, war, act of terrorism, insurrection, riot, fire, storm or flood, explosion, breakage or accident to machinery or equipment, any order, regulation or restriction imposed by governmental, military or lawfully established civilian authorities, or any other cause beyond the Party's reasonable control.

Section 15. Limitation of Liability

IN NO EVENT SHALL MASON PUD 1, ITS EMPLOYEES OR AGENTS BE LIABLE FOR ANY SPECIAL, INCIDENTAL, INDIRECT OR CONSEQUENTIAL DAMAGES OR DAMAGES FOR LOST PROFITS, WHETHER BASED ON BREACH OF CONTRACT, TORT (INCLUDING NEGLIGENCE), PRODUCT LIABILITY, OR OTHERWISE, AND REGARDLESS OF WHETHER MASON PUD 1 HAS BEEN ADVISED OF THE POSSIBILITY OF SUCH DAMAGES.

Section 16. Notices

Except for the initial confirmation of enrollment, all notices, requests, consents, and other communications under this Agreement will be submitted by email for Mason PUD 1, as set forth herein, or the Participant's Service Address (unless a different mailing address is identified by Participant in this Agreement).

Section 17. Binding Effect

This Agreement shall be binding and inure to the benefit of the Participant and Mason PUD 1 and their permitted successors and assigns.

Section 18. No Third Party Beneficiaries

This Agreement is intended solely for the benefit of the Participant and Mason PUD 1. Nothing in this Agreement shall be construed to create any right or duty to, or standard of care with reference to, or any liability to, any person or business entity not a party to Agreement.

Section 19. No Waiver

Neither Party's failure to enforce any right or obligation with respect to any matter arising in connection with this Agreement shall not constitute a waiver as to that matter or any other matter. If a Party at any time waives its rights with respect to a default under this Agreement or any other matters arising in connection with this Agreement, the waiver shall not be effective unless it is set forth in a written notice signed by the waiving Party. A waiver with respect to one default or matter shall not be a waiver of any other default or matter.

Section 20. Governing Law/Jurisdiction/Venue

This Agreement shall be deemed to have been made in, and shall be construed under, the laws of the State of Washington, without regard to the principles of conflicts of laws thereof. The Parties acknowledge and agree that a court of competent jurisdiction located in Mason County, Washington shall have exclusive jurisdiction in any action or proceeding arising under or relating to this Agreement.

Section 21. Entire Agreement

This Agreement constitutes the entire understanding between the Parties with respect to the subject matter hereof and supersedes all previous proposals, both oral and written, negotiations, representations, commitments, writings and all other communications between the Parties. This Agreement may not be released, discharged, or modified except by an instrument in writing signed by a duly authorized representative of both Parties.

_ Initials