### COMPRESSED NATURAL GAS VEHICLE FUELING STATION AGREEMENT

This Compressed Natural Gas Vehicle Fueling Station Agreement (the "Agreement") is made and entered into as of 31 May 2, 2017 (the "Effective Date") by and between LEXINGTON FAYETTE URBAN COUNTY GOVERNMENT, an Urban County Government organized by KRS 67A and CLEAN ENERGY, a California corporation doing business in the Commonwealth of Kentucky as Clean Energy Corp. LFUCG (as defined below) and CE (as defined below) are sometimes referred to in this Agreement individually as a "Party" or jointly as the "Parties".

In consideration of the mutual promises, covenants, and agreements herein contained, the sufficiency of which is hereby agreed to by the Parties, the Parties hereto agree as follows:

- 1.1 <u>Intent</u>. This Agreement expresses the terms and conditions pursuant to which LFUCG: (a) agrees to purchase the Station Equipment from CE; and (b) authorizes CE to perform the Station Upgrade.
- 1.2 <u>Termination of Prior Agreement</u>. The Parties acknowledge and agree that on the Effective Date, the Compressed Natural Gas Vehicle Fueling Station and CNG Sales Agreement, dated April 10, 2014, executed by the Parties (the "<u>Prior Agreement</u>") shall automatically terminate and be of no further force or effect and is superseded and replaced by this Agreement.
- 1.3 <u>Definitions</u>. As used in this Agreement, the following terms and expressions shall have the indicated meanings:
  - "Agreement" means this document and any and all exhibits attached hereto.
  - "<u>CE</u>" means Clean Energy, a California corporation doing business in the Commonwealth of Kentucky as Clean Energy Corp., acting by and through its employees, officers, subcontractors, and authorized agents.
  - "CNG" means pipeline quality natural gas, compressed for vehicle use.
  - "CNG Vehicle(s)" means motor vehicles powered by internal combustion engines using CNG as a primary fuel.
  - "Gasoline Gallon Equivalent" means (a) 5.66 pounds of CNG or such other number or units of measure as may now or in the future be prescribed by the federal government of the United States when CNG is being dispensed from a fast fill dispenser, and (b) 124,340 BTUs/gallon or such other number or units of measure as may now or in the future be prescribed by the federal government of

the United States when CNG is being dispensed from a time fill dispenser. Also referred to as a "GGE".

"LFUCG" means Lexington Fayette Urban County Government, acting by and through its employees, officers and authorized agents.

"LFUCG-Caused Delay" means any material delay in the construction of the Station Upgrade necessitated by LFUCG or requested in writing by LFUCG.

"Premises" means that portion of the real property owned by LFUCG and located at 675 Byrd Thurman Drive, Lexington, KY 40510.

"Station" means both the Station Equipment and the Station Upgrade, collectively, as more fully described in Exhibit III, which is attached hereto and incorporated herein.

"<u>Station Equipment</u>" means the equipment described in <u>Exhibit I</u>, Station Equipment, which is attached hereto and incorporated by reference herein.

"Station Upgrade" means the upgrades to the Station Equipment to be performed by CE under this Agreement as described in Exhibit II, Station Upgrade, which is attached hereto and incorporated by reference herein.

"Therm" means 100,000 British Thermal Units.

"Third Party Users" means CNG vehicles owned and/or operated by entities other than LFUCG.

#### **ARTICLE 2**

2.1 <u>Station Equipment Sale</u>. On the Effective Date, LFUCG will: (a) transfer to CE, by wire transfer in immediately available funds to the bank account designated by CE, an amount equal to NINE HUNDRED AND SEVENTY THOUSAND DOLLARS (\$970,000) plus any applicable taxes that are determined by reference to the selling price (the "<u>Station Equipment Sale Price</u>"); and (b) execute the Bill of Sale in the form attached hereto as <u>Exhibit IV</u>, Bill of Sale, and email the signed Bill of Sale to CE. Upon CE's confirmation of its receipt of the Station Equipment Sale Price and the LFUCG executed Bill of Sale, whichever occurs last, CE shall execute the Bill of Sale and return the fully executed document to LFUCG for its records. As further described in the Bill of Sale, immediately upon CE's execution of the LFUCG executed Bill of Sale, ownership of the Station Equipment will transfer from CE to LFUCG and the day this transfer occurs shall be referred to herein as the "<u>Transfer Date</u>". Within ten (10) calendar days after the Transfer Date, CE shall provide LFUCG with a PDF copy of the drawings for the Prior Station that were issued for construction of the Prior Station. For the

purposes of this Section 2.1, the "<u>Prior Station</u>" means the CNG fueling station which consists of the Station Equipment which was constructed by CE pursuant to the Prior Agreement.

- 2.2 <u>Station Upgrade</u>. Commencing on the Transfer Date, CE shall begin performance of the Station Upgrade and shall be responsible for obtaining all permits relating to the Station Upgrade.
- In the event that LFUCG desires to modify the Station Upgrade in 2.2.1 any manner that deviates from Exhibits II or III or any of the other terms herein, LFUCG shall submit a written Change Order Request ("COR"), signed by the authorized LFUCG representative, to CE detailing its requested changes. CE shall provide LFUCG with a written estimate of the costs for executing the changes requested in the COR ("COR Estimate"). If LFUCG elects to have CE proceed with the work detailed in the COR, the authorized LFUCG representative shall sign and return the COR Estimate to CE. Upon receipt of the signed COR Estimate, CE shall proceed and execute the changes to completion. CE shall notify LFUCG if the costs for executing the work in the COR exceed the COR Estimate by more than 10%, and shall not incur costs more than 10% above the COR Estimate without the prior written consent of LFUCG. LFUCG shall pay invoices, in accordance with Section 3.6, for all amounts due pursuant to this Section, including, but not limited to all amounts in any COR Estimate that has been signed by LFUCG, any costs for executing the work that exceed the signed COR Estimate by up to 10% of the COR Estimate and any costs that have been pre-approved, in writing, by LFUCG for CE's execution of work that exceeds the signed COR Estimate by over 10%.
- 2.2.2 In the event that CE reasonably incurs costs ("Additional Costs") in connection with the performance of the Station Upgrade due to: (a) any Force Majeure event; (b) any delay (including, without limitation, demobilization and re-mobilization costs) in construction associated with either pre-existing or migratory contamination or hazardous materials on the Premises; (c) permitting requirements related to the Premises which are not standard requirements in the CNG station construction industry; (d) any storm water management requirements; (e) changed site requirements; (f) an LFUCG-Caused Delay; or (g) the Authority Having Jurisdiction ("AHJ") requiring CE to modify the Station Upgrade in any manner that deviates from Exhibit II or Exhibit III or any of the other terms herein; LFUCG shall reimburse CE for all such reasonable, substantiated Additional Costs, which shall be billed at a rate of cost plus fifteen percent (15%). CE shall furnish LFUCG with reasonable written evidence of such Additional Costs. LFUCG shall pay invoices, in accordance with Section 3.6, for all amounts due pursuant to this Section.
- 2.2.3 A preliminary schedule for the performance of the Station Upgrade is attached to this Agreement as Exhibit VII, Station Upgrade Schedule. In the event CE updates this schedule, it shall provide a copy of the updated schedule to LFUCG for approval, which shall not be unreasonably withheld. In the event, within five (5) business days of CE's transmission of the updated schedule to LFUCG, LFUCG has either: (a) approved the schedule; or (b) not rejected the schedule; Exhibit VII shall be automatically updated to incorporate the updated schedule which shall supersede and replace the prior version of the schedule. In the event, within five (5) business days of CE's transmission of the updated schedule to LFUCG, LFUCG indicates that it rejects the updated schedule, in such rejection notice, LFUCG shall

provide CE with the reasonable basis for the rejection for a further discussion between the Parties. Upon CE's receipt of LFUCG's rejection, CE and LFUCG shall work together to update the schedule which, upon LFUCG's acceptance, shall be automatically incorporated into Exhibit VII and shall supersede and replace the prior version of the schedule.

- 2.3 <u>Compliance with Law.</u> In performing the obligations under this Agreement, CE shall comply in all material respects with all applicable federal, state and local laws, regulations, ordinances, and rulings, including, but not limited to, those pertaining to health, safety, employment, and environmental matters.
- 2.4 <u>Subsurface Due Diligence</u>. As applicable for the performance of the Station Upgrade, prior to conducting any subsurface exploration, CE shall use commercially reasonable efforts to make inquiry to determine any subsurface obstructions or structures such as utility lines or wires, cables, piping, tanks, vaults, etc. on the Premises, and LFUCG shall provide CE with any documents, plans, as-builts, or other records in its possession indicating the location of any underground structures on the Premises. Notwithstanding anything herein to the contrary, CE shall not be legally or financially responsible for the removal of any subsurface structures or any repair of any damage to subsurface structures, except to the extent such damage is caused by CE's negligence or willful misconduct.

#### **ARTICLE 3**

- 3.1 <u>Maintenance of Premises</u>. LFUCG shall maintain the Premises and the real property in the vicinity of the Station in a clean, safe, and commercially reasonable condition suitable for CNG vehicle refueling use, including the ingress to, and egress from, the Station.
- 3.2 <u>Protection of CE Property</u>. LFUCG shall use commercially reasonable efforts in storing and protecting CE's property and the Station, including spare parts for the Station and the Station itself.

#### 3.3 <u>Intentionally Omitted.</u>

- 3.4 <u>Utilities</u>. LFUCG shall pay any connection or installation costs and/or fees associated with installing utility service for the Station Upgrade. In addition, LFUCG shall be responsible for payment of all utility service charges for utility service consumed by the Station during the Term (including, without limitation, gas, telephone, electricity, water, waste disposal, refuse collection, and other utility-type services furnished to CE or the Station). The Parties acknowledge and agree that while CE is the account holder for the telephone utility service which services the Station, LFUCG shall be responsible for reimbursing CE for all costs incurred by CE related to such service.
- 3.5 <u>Compliance with Law.</u> In performing its obligations under this Agreement, LFUCG shall comply in all material respects with all applicable federal, state, and

local laws, regulations, ordinances, and rulings, including, but not limited to, those pertaining to health, safety, employment, and environmental matters.

- 3.6 Payment of CE Billings. LFUCG shall pay each invoice submitted by CE within thirty (30) days following receipt of the invoice by LFUCG. For the purposes of this Section, receipt shall be defined as three (3) days after the invoice is transmitted to LFUCG by CE. Any payments not made when due shall accrue interest on the unpaid amount at a rate of 18% per annum, calculated from the date payment is due to and including the date payment is received by CE. IF PERMITTED BY LAW, CE SHALL PASS THROUGH TO LFUCG ANY SURCHARGES INCURRED BY CE RELATED TO LFUCG'S PAYMENT OF ITS INVOICES THROUGH USE OF A CREDIT CARD.
- 3.7 <u>LFUCG's Costs.</u> Except as may be specified in this Article, or as may be separately agreed to in writing by LFUCG and CE, LFUCG shall not charge CE for the materials or labor utilized in providing the services provided in this Article. LFUCG shall be responsible for all taxes (including, without limitation, any real property taxes and assessments) relating to the Premises, as well as any and all maintenance and repair costs, as contemplated in this Article.

- 4.1 <u>Permitted Use.</u> To enable CE to fulfill its obligations set forth herein, LFUCG hereby licenses and permits CE to use the Premises and grants the right of ingress to and egress from the Premises to CE, CE's employees, agents, servants, customers, vendors, suppliers, patrons, and invitees for the purposes contemplated hereby in accordance with the terms and conditions of this Agreement. LFUCG shall not, and shall not permit others to, levy any rent, charge, lien, or encumbrance not expressly provided for in this Agreement against CE for the use of the Premises or the Station.
- 4.2 <u>Clear Title</u>. LFUCG represents that it is the owner of the Premises and has full authority to enter into this Agreement. So long as LFUCG is not in breach of any term of this Agreement and has timely paid all of CE's invoices, then CE shall make timely payment to all contractors performing work on behalf of CE and shall, at its expense, cause any lien filed by any contractor performing work on behalf of CE to be canceled or discharged of record by payment, deposit, bond, order of a court of competent jurisdiction, or otherwise within thirty (30) days after CE receives actual notice of the filing of such lien, charge, or order for the payment of money.
- 4.3 <u>Premises Conditions</u>. If, at any time during the Term of this Agreement, it is determined that underground hazards, soil contaminants or soil conditions exist (including, without limitation, migratory pollution or other migratory conditions) that either (a) require removal, replacement, and disposal of soils or materials, (b) require remediation, or (c) require unanticipated soil or foundation preparation work, CE shall not be financially and/or legally responsible for such underground hazards, soil contaminants, and/or soil conditions and any required remediation, removal, replacement preparation work, and/or disposal. LFUCG shall

commence, within thirty (30) days after discovery of any such underground hazard or soil contaminant or soil condition, and thereafter diligently prosecute to completion the correction of such condition. This Section shall survive termination of this Agreement.

#### **ARTICLE 5**

- 5.1 <u>Term.</u> The "<u>Term</u>" of this Agreement shall begin on the Effective Date and end on the day CE has received all amounts due to CE under this Agreement.
- 5.2 <u>Termination.</u> Notwithstanding the above, upon a material breach of this Agreement, the non-breaching Party shall have the right to terminate this Agreement, for cause, upon fifteen (15) days written notice and opportunity to cure to the other Party, provided, however, that where it is not commercially reasonable to fully effect a cure to the non-breaching Party within the fifteen (15) day period set forth above, the Party in breach shall not be deemed to be in default of the Agreement and subject to termination for cause where it commences implementation of the cure within such fifteen (15) day period and thereafter proceeds diligently to cure the breach.

#### **ARTICLE 6**

6.1 <u>Station Upgrade Compensation</u>. CE shall complete the Station Upgrade as described in <u>Exhibit II</u> and LFUCG shall pay for the Station Upgrade in accordance with the payment schedule set forth in <u>Exhibit VI</u>, Station Upgrade Costs, which is attached hereto and incorporated by reference herein.

#### **ARTICLE 7**

#### **INTENTIONALLY OMITTED**

#### **ARTICLE 8**

8.1 <u>LFUCG Indemnity</u>. To the extent allowable by law and except to the extent that liabilities arise from CE's or its employees, agents, contractors, or subcontractors' negligence or willful misconduct, LFUCG agrees to indemnify, defend, and protect CE and its officers, directors, agents, and employees from and against and hold CE and its officers, directors, agents, and employees harmless and free from any and all liability, loss, cost, expense, or obligation, including, without limitation, reasonable attorneys' fees, court costs, and other

expenses, including without limitation, those of appeal, on account of or arising out of, injury to or death of any person or persons or damage to or loss of use of property, from whatever cause, occurring during the Term related in any way to: (a) the use of the Station by LFUCG; (b) negligence or willful misconduct by LFUCG or its employees, contractors or agents; (c) pre-existing or migratory contamination on the Premises; or (d) material breach of this Agreement by LFUCG. This shall not be deemed a waiver of sovereign immunity or any other third party defense available to LFUCG.

8.2 <u>CE Indemnity</u>. Except to the extent that liabilities arise from LFUCG's or its employees, agents, contractors, or subcontractors' negligence or willful misconduct, CE agrees to indemnify, defend, and protect LFUCG and its officers, directors, agents, and employees from and against and hold LFUCG and its officers, directors, agents, and employees harmless and free from any and all liability, loss, cost, expense, or obligation, including without limitation reasonable attorneys' fees, court costs, and other expenses, including without limitation, those of appeal, on account of or arising out of, injury to or death of any person or persons or damage to or loss of use of property, from whatever cause, occurring during the Term related in any way to: (a) the construction of the Station Upgrade by CE (except for any aspect of construction of the Station Upgrade attributable to LFUCG or its employees, agents or contractors); (b) negligence or willful misconduct by CE or its employees, contractors or agents; or (c) material breach of this Agreement by CE.

#### 8.3 <u>Intentionally Omitted.</u>

- 8.4 <u>Limitation of Liability</u>. Neither Party shall have any liability to the other Party for special, consequential, or incidental damages, except however in connection with a claim made against either Party by a third party, provided that such claim arises out of or results from the negligence or willful misconduct or any other claim within the scope of the indemnity obligation of CE or LFUCG, as applicable, under this Agreement.
- 8.5 <u>Dispute Resolution Procedures</u>. In the event a dispute arises between the Parties related to this Agreement, the following process shall be followed:
- (a) Each Party will designate a senior executive ("<u>Designated Representative</u>") to represent it in connection with any dispute that may arise between the Parties (a "<u>Party Dispute</u>"). The designations shall be as described elsewhere herein. Subsequent changes in a Party's Designated Representative shall be in writing and communicated in the same manner.
- (b) In the event that a Party Dispute should arise, the Designated Representatives will meet, with their attorneys, if they so agree, within twenty (20) calendar days after written request by any Party to any other Party (the "Dispute Notice") in an effort to resolve the Party Dispute.
- (c) If the Designated Representatives are unable to resolve the Party Dispute within twenty (20) calendar days following their first meeting, the Parties may take any action they may deem necessary to protect their interests subject to the requirements of Section 11.6.

8.6 Force Majeure. In the event that CE is prevented from performing its duties and obligations pursuant to this Agreement by circumstances beyond its control, including, without limitation, fires, floods, labor disputes, equipment failure which is not directly caused by CE's negligence or material breach of this Agreement, the interruption of utility services, the cessation of providing necessary products or services to CE by any supplier to CE, war, acts of terrorism, or Acts of God, (hereinafter referred to as "Force Majeure"), then CE shall be excused from performance hereunder during the period of such disability (the "Force Majeure Period"). If CE claims Force Majeure, CE shall notify LFUCG promptly after it learns of the existence of a Force Majeure condition, and will also provide LFUCG with an estimate, if one can be reasonably made, of the anticipated Force Majeure Period. CE will also notify LFUCG promptly after the Force Majeure condition has terminated. CE shall agree to use commercially reasonable efforts to correct whatever events or circumstance cause the Force Majeure event.

#### **ARTICLE 9**

CE and LFUCG shall each procure at their respective expenses, and maintain in full force and effect during the Term of this Agreement, including any renewals, with insurance carriers rated at least A-VIII or better in A.M. Best's Insurance Report and admitted to do business in the state where the Station is located, the following primary insurance or provide evidence of self-insurance for the policies and in the amounts specified.

- a. <u>Commercial General Liability Insurance</u>, including coverage at least as broad as the latest version of the Insurance Service Office Commercial General Liability coverage (occurrence form CG 0001) or its equivalent with limits of not less than \$1,000,000. Coverage shall be provided for all operations and premises, completed operations, products liability, property damage, personal injury liability, and contractual liability.
- b. <u>Commercial Automobile Liability Insurance</u>, including owned, non-owned and hired automobiles covering bodily injury and property damage, to a combined single limit of not less than \$1,000,000 with the coverage provided by Insurance Services Office Form Number CA 0001. This coverage is to be provided in the event LFUCG operates, rents, or owns automobiles in the conduct of its business under this contract.
- c. <u>Workers Compensation</u> in compliance with minimum limits set forth in applicable state and federal laws.
- d. <u>Employers Liability</u>, with limits of not less than \$1,000,000 for bodily injury by accident (each accident) and bodily injury by disease (for each employee, with an aggregate \$1,000,000 limit.).
- e. Excess or Umbrella Liability that provides coverage for the insurance policies stated above in an amount of not less than \$5,000,000.
- f. Professional Liability:
  - a. Per Claim limits of not less than \$1,000,000 and \$2,000,000 aggregate

g. Pollution Legal Liability, with limits of not less than \$1,000,000 per claim and \$1,000,000 aggregate including coverage for all operations, completed operations and professional services including coverage for bodily injury, sickness, disease, mental anguish or shock sustained by any person, including death; property damage including physical injury to or destruction of tangible property including the resulting loss of use thereof, clean-up costs, and the loss of use of tangible property that has not been physically injured or destroyed; and defense, including costs, charges and expenses incurred in the investigation or adjustment and defense of claims for such compensatory damages.

Coverage shall apply to sudden and non-sudden pollution conditions including the discharge, dispersal, release or escape of smoke, vapors, soot, fumes, acids, alkalis, toxic chemicals, liquids or gases, waste materials or other irritants, contaminants or pollutants into or upon land, the atmosphere or any watercourse or body of water, which results in bodily injury, property damage or cleanup costs.

#### Policies issued shall include the following:

- 1. Except as to Workers' Compensation, the other Party shall be included as additional insured on the General Liability including products and completed operations and the Automobile Liability policy.
- 2. A thirty (30) days advance written notice in the event of cancellation for all policies above.
- 3. Excluding Professional Liability, Transfer of Rights or Waiver of subrogation in favor of the other Party.
- 4. Separation of insureds (General Liability and Automobile Liability polices only).
- 5. There shall be no endorsement reducing the scope of coverage required above unless approved in advance by the other Party.

<u>Coverage for Equipment/Property</u> It is the responsibility of LFUCG and CE to each provide coverage for its property.

<u>Deductibles and Self-Insured Retentions</u> LFUCG and CE are each responsible for paying all deductibles or self-insured retentions under their respective policies required pursuant to this Agreement.

If applicable, limits of insurance for the policies above may be provided through a combination of a primary liability policy and an excess or umbrella liability policy of insurance.

Except as set forth in this Agreement including the waivers of subrogation, the requirements for carrying the foregoing insurance shall not derogate from the provisions of indemnification as set forth in this Agreement.

CE shall send certificates of insurance evidencing such coverage within thirty (30) days after the date of this Agreement to:

Lexington Fayette Urban County Government 200 East Main Street Lexington, KY 40507

Attn: Division of Central Purchasing

Fax: 859-258-3194

LFUCG shall send certificates of insurance evidencing such coverage within thirty (30) days after the date of this Agreement to:

Clean Energy 4675 MacArthur Court, Suite 800 Newport Beach, CA 92660 Attn: Ms. Barbara Johnson Fax: (949) 724-1397

#### **ARTICLE 10**

10.1 <u>Representatives</u>. Each Party hereby designates the following as its representative (and its "Designated Representative" for dispute resolution purposes) for the administration of this Agreement:

CE: Peter Grace

4675 MacArthur Court, Suite 800

Newport Beach, CA 92660

Telephone: (949) 437-1000

Fax: (949) 724-1397

LFUCG: Department of Law - Commissioner

200 E. Main Street Lexington, KY 40507

Telephone: 859-258-3500

Fax: 859-258-3538

10.2 <u>Notices</u>. Notices pertaining to this Agreement shall be in writing and shall be transmitted either by personal delivery, facsimile, or by overnight delivery carrier and shall be deemed to be delivered upon receipt. The addresses set forth below shall be the addresses used for notice purposes unless written notice of a change of address is given:

CE: Clean Energy

4675 MacArthur Court, Suite 800

Newport Beach, CA 92660

Attn: Peter Grace

With a copy to: General Counsel

Fax: (949) 724-1397

LFUCG: Lexington-Fayette Urban County Government

Division of Waste Management

675 Byrd Thurman Drive Lexington, KY 40510 Attn: Ms. Tracey Thurman Director of Waste Management

Fax: 859-258-3910

- 11.1 <u>Assignment</u>. Neither Party shall have the right to assign its rights or obligations hereunder without obtaining the prior written consent of the other Party, which consent shall not be unreasonably withheld. Any attempted assignment without such prior written consent shall be void, provided that such consent shall not be necessary in the context of an acquisition of either party by asset sale, merger, change in control, or operation of law. Permitted assigns and successors in interest shall have the benefit of, and shall be bound by, all terms and conditions of this Agreement. Notwithstanding anything contained herein to the contrary, either Party may assign this Agreement to such Party's parent corporation, an entity under common control with the Party, or a wholly-owned subsidiary of the Party without the consent of the other Party.
- 11.2 <u>Headings</u>. The headings in this Agreement are for convenience and reference only, and shall not affect the interpretation of this Agreement.
- 11.3 <u>No Joint Venture</u>. CE shall perform its duties herein as an independent contractor. Nothing contained herein shall be considered to create the relationship of employer and employee, partnership, joint venture, or other association between the Parties, except as principal and independent contractor.
- 11.4 <u>Waiver</u>. No waiver by either Party of any one or more defaults by the other Party in the performance of any provisions of this Agreement shall operate or be construed as a waiver of any other default or defaults, whether of a like or different character. No waiver or modification of this Agreement shall occur as the result of any course of performance or usage of trade.
  - 11.5 <u>Severability</u>. If any provision of this Agreement or the application thereof

to any person or circumstances shall, to any extent, be held in any proceeding to be invalid or unenforceable, the remainder of this Agreement shall be valid and enforceable to the fullest extent permitted by law, but only if, and to the extent, such enforcement would not materially and adversely alter the Parties' essential objectives as expressed herein.

- 11.6 <u>Governing Law, Forum, and Venue</u>. This Agreement shall be subject to and construed in accordance with the laws of the Commonwealth of Kentucky.
- 11.7 <u>Counterparts</u>. This Agreement may be executed in any number of counterparts, each of which, when so executed and delivered, shall be deemed an original, and all of which, taken together, shall constitute one and the same agreement. Signatures to this Agreement transmitted by facsimile, email, portable document format (or .pdf) or by any other electronic means intended to preserve the original graphic and pictorial appearance of this Agreement shall have the same effect as the physical delivery of the paper document bearing original signature.
- 11.8 <u>Attorney's Fees</u>. If any action at law or equity is commenced concerning this Agreement or to enforce its terms, the prevailing Party in such matter shall be entitled to the payment of reasonable attorneys' fees and costs as determined by the Court, in addition to any other relief which may be awarded to that Party.
- 11.9 <u>Additional Documents</u>. The Parties agree to execute and to deliver to each other any and all other additional documents and to take any additional steps reasonably necessary to complete, to document and to carry out the business transaction contemplated by this Agreement.
- 11.10 <u>Negotiated Transaction</u>. The drafting and negotiation of this Agreement has been participated in by all of the Parties. For all purposes, this Agreement shall be deemed to have been drafted jointly by each of the Parties.
- 11.11 <u>Representation Regarding Authority to Sign Agreement</u>. Each of the representatives of the Parties signing this Agreement warrants and represents to the other that he, she, or it has the actual authority to sign this Agreement on behalf of the Party for whom he, she, or it is purporting to represent.
- 11.12 Entire Agreement. This Agreement and its exhibits contain the entire agreement between the Parties and it supersedes any prior written or oral agreements between the Parties concerning the subject matter of this Agreement. There are no representations, agreements, or understandings between the Parties relating to the subject matter of this Agreement which are not fully expressed within this Agreement and its exhibits.
- 11.13 <u>Binding Effect</u>. This Agreement shall be binding upon and inure to the benefit of the respective heirs, successors, and assigns of the Parties.
- 11.14 <u>Modification</u>. This Agreement shall not be modified, amended, or changed except in a writing signed by each of the Parties affected by such modification,

amendment, or change.

11.15 <u>Further Assurances</u>. All of the Parties to this Agreement agree to perform any and all further acts as are reasonably necessary to carry out the provisions of this Agreement.

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IN WITNESS WHEREOF, the Parties hereto have caused this Agreement to be signed by their duly authorized representatives, effective as of the date first set forth above.

CLEAN ENERGY

By:

By:

Peter Grace, SVP, Sales & Finance

Jim Gray, Mayor

# Exhibit I Station Equipment

Station Equipment		
SPECIFICATIONS		
Compressor(s)	(Qty.2) IMW Single Compact CNG 150HP skid, 4 stage	
	compressors, 294 SCFM each @ 35 PSI (588 SCFM total)	
Dryer	(Qty.1) PSB model NG-SR 10-3, single town gas dryer rated	
	at 800 SCFM with manual regeneration, equipped with	
	Digital Dew Point meter, sensor and alarm	
Buffer Storage / Time-Fill Panel	Integrated Module with ASME storage vessels with an	
	approximate capacity of 170 water liters and valve panel to	
	facilitate management of the fueling operations	
Dispensing	(Qty.10) dual-hose time fill posts (equipped with two NGV1	
	Type 2 P36 nozzles)	

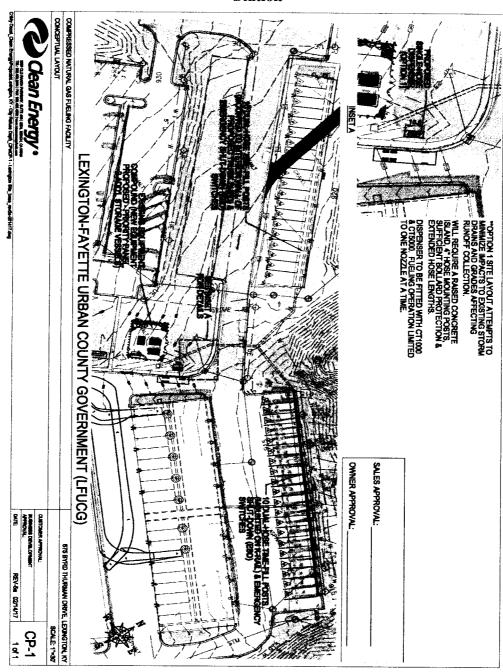
## Exhibit II Station Upgrade

The scope of work for the Station Upgrade includes:

- (1) Providing all gas and electric connections to new time-fill rails at the new east garage and the north parking line, new fast-fill dispenser island, priority panel and storage vessels in the equipment compound. This includes high-pressure tubing, electrical conduit for the ESD circuit and communications wiring for fuel management.
- (2) Development of civil, mechanical and electrical engineering drawings for submission to the authority having jurisdiction for building permit approval.
- (3) Commissioning of the fast-fill fueling dispenser, PLC programming/communication/controls for conversion to cascade from buffer arrangement and verification of ESD loop activation.
- (4) Installation the following new equipment:

Equipment SPECIFICATIONS		
Fast Fill Dispensing	(Qty.1) Single Hose Fast-Fill Dispenser Including Card Reader for public access	
Time Fill Dispensing	(Qty.20) dual-hose time fill posts (equipped with two NGV1 Type 2 P36 nozzles)	

# Exhibit III Station



#### **BILL OF SALE**

Clean Energy, a California corporation doing business in the Commonwealth of Kentucky as Clean Energy Corp., ("Seller"), in consideration of the sum of NINE HUNDRED AND SEVENTY THOUSAND DOLLARS (\$970,000) plus any applicable taxes that are determined by reference to the selling price ("Station Equipment Sale Price") which was transferred from Lexington Fayette Urban County Government, a Kentucky County, ("Purchaser") to Seller prior to the full execution of this Bill of Sale, does hereby sell, assign, transfer and set over to Purchaser all of Seller's right, title and interest in and to the compressed natural gas station assets listed on Annex "A" attached hereto (the "Property") in "AS IS", "WHERE IS", "WITH ALL FAULTS" condition.

THE PROPERTY IS SOLD ON THE UNDERSTANDING AND BASIS OF "AS-IS", "WHERE IS", "WITH ALL FAULTS" CONDITION WITHOUT ANY REPRESENTATIONS, PROMISES OR WARRANTIES, EXPRESS OR IMPLIED, WITH RESPECT TO THE MERCHANTABILITY, SUITABILITY OR FITNESS FOR PURPOSE OF THE PROPERTY OR OTHERWISE. BY ACCEPTING THIS BILL OF SALE, PURCHASER REPRESENTS THAT PURCHASER HAS THOROUGHLY INSPECTED THE PROPERTY AND ACCEPTS SAID PROPERTY IN "AS-IS", "WHERE IS", "WITH ALL FAULTS" CONDITION.

Date:	. 2017

**SELLER** 

Clean Energy

Peter Grace, SVP, Sales & Finance

**PURCHASER** 

**Lexington Fayette Urban County** 

Government

Jim Gray, Mayor

### Annex A to Bill of Sale

### **Property**

EXISTING STATION SPECIFICATIONS		
	compressors, 294 SCFM each @ 35 PSI (588 SCFM total)	
Dryer	(Qty.1) PSB model NG-SR 10-3, single town gas dryer rated	
	at 800 SCFM with manual regeneration, equipped with	
	Digital Dew Point meter, sensor and alarm	
Buffer Storage / Time-Fill Panel	Integrated Module with ASME storage vessels with an	
	approximate capacity of 170 water liters and valve panel to	
	facilitate management of the fueling operations	
Dispensing	(Qty.10) dual-hose time fill posts (equipped with two NGV1	
	Type 2 P36 nozzles)	

## **Exhibit VI Station Upgrade Costs**

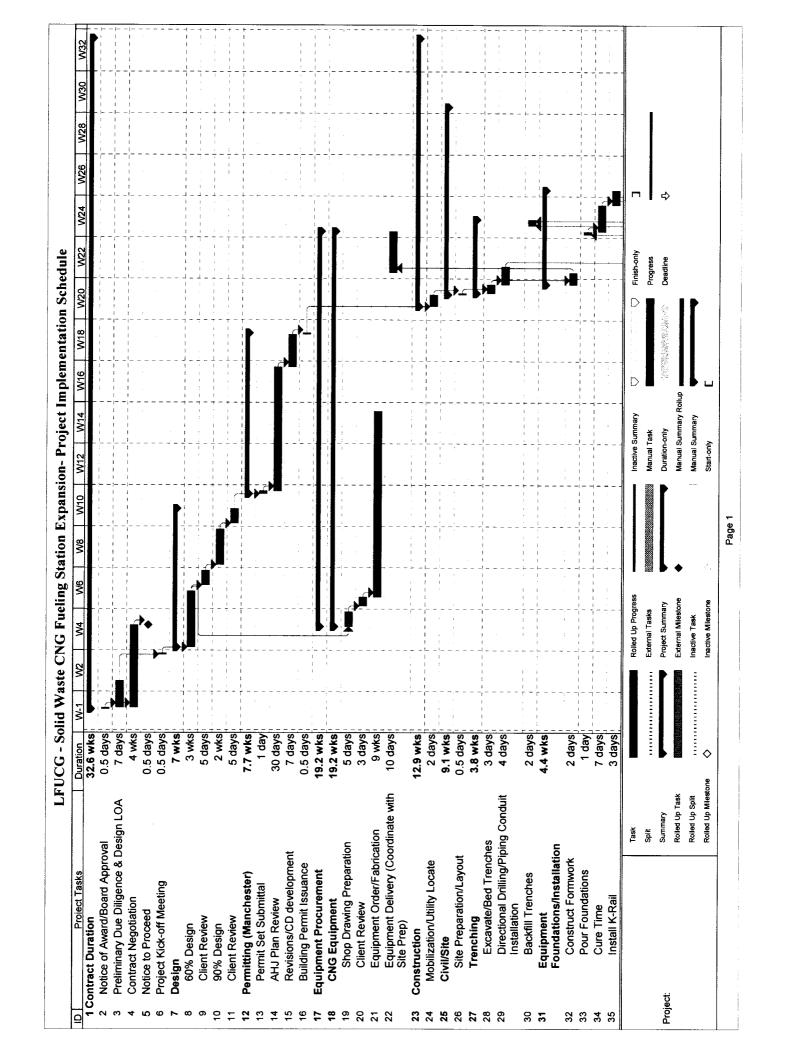
#### **STATION UPGRADE PRICING:**

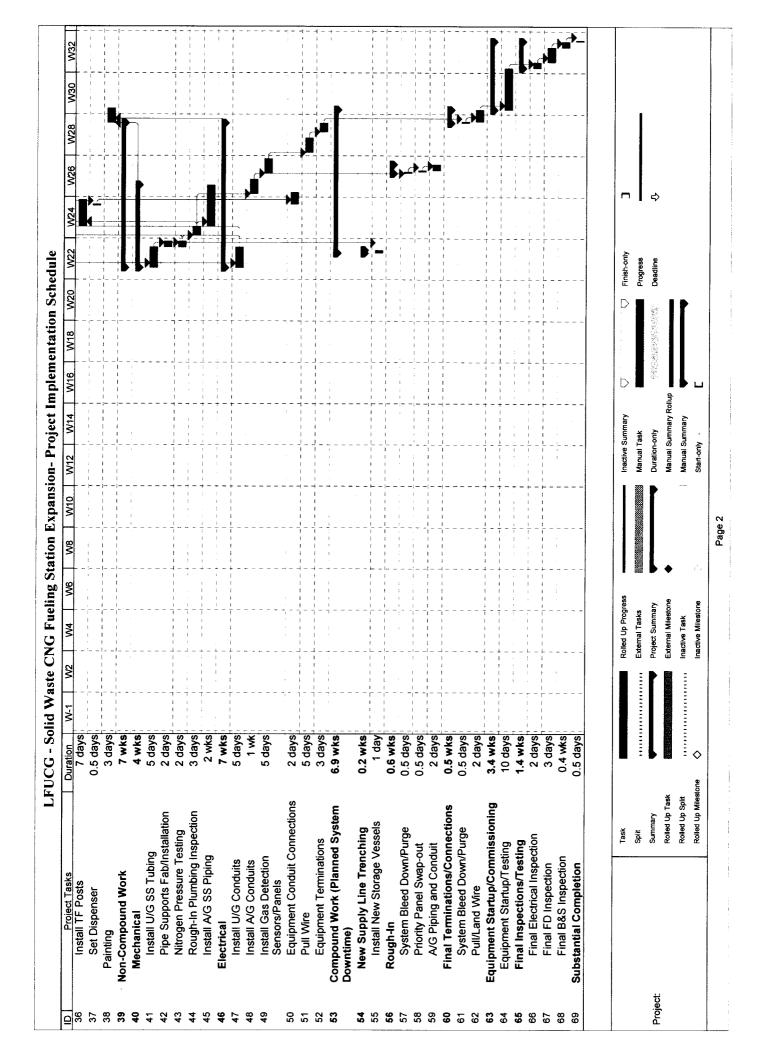
**Total Station Upgrade Cost** 

\$645,000 + all permit fees incurred by CE to complete the Station Upgrade + all applicable taxes, fees and assessments, including without limitation sales and use taxes which are imposed on CE or its affiliates or subcontractors related to the performance of the Station Upgrade; (the "Total Station Upgrade Cost"). LFUCG shall be responsible for paying CE the Total Station Upgrade Cost, in accordance with the payment schedule below.

#### **PAYMENT SCHEDULE**

On a monthly basis, CE shall draft and submit invoices to LFUCG for payments which shall be credited against the Station Upgrade Cost owed by LFUCG to CE. The amount of the invoice will be determined based on the percentage of completion of the Station Upgrade which shall be determined by CE based on costs incurred by CE related to the Station Upgrade and payments made by CE related to the Station Upgrade.







## COMPRESSED NATURAL GAS VEHICLE FUELING STATION MAINTENANCE AGREEMENT

This Compressed Natural Gas Vehicle Fueling Station Maintenance Agreement (the "Agreement") is made and entered into as of 31 August, 2017 (the "Effective Date") by and between LEXINGTON FAYETTE URBAN COUNTY GOVERNMENT, an Urban County Government organized by KRS 67A and CLEAN ENERGY, a California corporation doing business in the Commonwealth of Kentucky as Clean Energy Corp. LFUCG (as defined below) and CE (as defined below) are sometimes referred to in this Agreement individually as a "Party" or jointly as the "Parties".

In consideration of the mutual promises, covenants, and agreements herein contained, the sufficiency of which is hereby agreed to by the Parties, the Parties hereto agree as follows:

#### ARTICLE 1

- 1.1 <u>Intent</u>. This Agreement expresses the terms and conditions pursuant to which LFUCG authorizes CE to operate and maintain the Station.
- 1.2 <u>Definitions</u>. As used in this Agreement, the following terms and expressions shall have the indicated meanings:

"Agreement" means this document and any and all exhibits attached hereto.

"<u>CE</u>" means Clean Energy, a California corporation doing business in the Commonwealth of Kentucky as Clean Energy Corp., acting by and through its employees, officers, subcontractors, and authorized agents.

"CNG" means pipeline quality natural gas, compressed for vehicle use.

"CNG Vehicle(s)" means motor vehicles powered by internal combustion engines using CNG as a primary fuel.

"Completion Date" means the day the Station Upgrade (as such term is defined in the Compressed Natural Gas Vehicle Fueling Station Agreement by and between the Parties and dated \_\_\_\_\_\_\_, 2017) has been completed by CE. CE shall indicate such day in a written notice provided to LFUCG.

"Gasoline Gallon Equivalent" means (a) 5.66 pounds of CNG or such other number or units of measure as may now or in the future be prescribed by the federal government of the United States when CNG is being dispensed from a fast fill dispenser, and (b) 124,340 BTUs/gallon or such other number or units of measure as may now or in the future be prescribed by the federal government of

the United States when CNG is being dispensed from a time fill dispenser. Also referred to as a "GGE".

"<u>LFUCG</u>" means Lexington Fayette Urban County Government, acting by and through its employees, officers and authorized agents.

"Premises" means that portion of the real property owned by LFUCG and located at 675 Byrd Thurman Drive, Lexington, KY 40510.

"Station" means the facility (which includes the equipment described in Exhibit I) for refueling CNG Vehicles located on the Premises.

"Therm" means 100,000 British Thermal Units.

"<u>Third Party Users</u>" means CNG vehicles owned and/or operated by entities other than LFUCG which have been approved to use the Station by LFUCG (in a writing, email to suffice).

"Transfer Date" has the meaning assigned to such term in the Compressed Natural Gas Vehicle Fueling Station Agreement by and between the Parties and dated \_\_\_\_\_\_\_, 2017.

#### **ARTICLE 2**

- 2.1 <u>CNG Service to LFUCG</u>. For the Term, LFUCG shall be responsible for procuring natural gas for the Station. LFUCG shall fuel its own CNG Vehicles at the Station and shall use its Clean Energy fuel cards when it fuels at the fast-fill dispenser at the Station. For the avoidance of doubt, CE makes no representation or warranty regarding the quality, specification, or content of natural gas dispensed from the Station. Further, notwithstanding anything to the contrary on any receipt provided at the fast-fill Station dispenser to LFUCG, the Parties acknowledge and agree that CE is not selling CNG from the Station to LFUCG and LFUCG is the owner of the natural gas dispensed by the Station into its CNG vehicles.
- 2.2 <u>CNG Service to Third-Party Users</u>. Commencing on the Completion Date, Third Party Users will be able to access the Station and purchase CNG from the Station through the use of a Clean Energy fuel card or through the use of any other card accepted at the Station for payment purposes. CE shall directly bill and collect payment from the Third Party Users for all CNG sales to such users at the Station; (collectively, the "<u>Retail Services</u>"). CE will bill Third Party Users at rates set in CE's discretion ("<u>Fuel Rate</u>").

As compensation for Clean Energy's performance of the Retail Services, LFUCG shall pay CE the Public Dispenser Fee, as defined in <u>Exhibit II</u>, for all GGEs of CNG sold to Third Party Users at the Station. CE shall list the number of GGEs of CNG purchased by Third Party Users

from the Station during the time period referenced in the invoice in the invoice it sends to LFUCG for the Public Dispenser Fee. For the avoidance of doubt, CE will not, and will not be required to, include the names of Third Party Users in any invoice it sends LFUCG or in any Station transaction report(s) it provides to LFUCG.

Beginning thirty (30) days after the Completion Date for the first payment and within thirty (30) days after the expiration of each calendar month during the Term of this Agreement for all future payments, CE shall remit to LFUCG an amount equal to the applicable Fuel Rate minus applicable taxes, fees and assessments (including, without limitation, taxes which are measured based on the number of gallons of fuel sold), per GGE, for CNG sales from the Station during the previous calendar month, or calendar month(s) for the first payment, to Third Party Users.

2.2.1 The Parties acknowledge and agree that CE takes title to the natural gas dispensed from the Station to Third Party Users from LFUCG immediately prior to the natural gas entering the dispenser at the Station and the amount remitted to LFUCG, as described above, includes an amount for payment for natural gas purchased by CE from LFUCG.

Subject to the availability of the alternative fuel credit allowable under the Internal Revenue Code (IRC) Section 6426 and 6427 ("AFC"), and only to the extent CE is allowed to claim AFC for CNG fuel dispensed from the Station to Third Party Users, CE, as the owner of the natural gas as it is dispensed into the fuel supply tank of the Third Party User motor vehicle fueling at the Station, shall file for AFC for CNG purchased by Third Party Users from the Station. Within thirty (30) days of CE's receipt of any such AFC proceeds, CE shall remit to LFUCG 90% of the AFC proceeds received by it for CNG consumed by Third Party Users from the Station. LFUCG, as the owner of the natural gas as it is dispensed into the fuel supply tank of LFUCG motor vehicles fueling at the Station, shall file for AFC for CNG purchased by LFUCG from the Station.

If for any reason any AFC is disallowed, LFUCG shall hold CE harmless and repay to CE any AFC that is disallowed that was paid by CE to LFUCG. The Parties agree that: (i) CE will be considered the Alternative Fueler as defined in Proposed Treasury Regulation Section 48.6426-1 for all CNG sold to Third Party Users at the Station and that LFUCG shall execute all forms and/or elections which are necessary to carry out the terms of this Section; (ii) LFUCG will be considered the Alternative Fueler as defined in Proposed Treasury Regulation Section 48.6426-1 for all CNG sold to LFUCG at the Station; (iii) CE has the responsibility of collecting and remitting Federal fuel and state fuel taxes for CNG sold at the Station to Third Party Users; and (iv) LFUCG has responsibility for remitting Federal fuel and state fuel taxes for CNG sold at the Station to LFUCG.

Notwithstanding the foregoing, LFUCG understands and acknowledges that the legislation authorizing AFC expired on December 31, 2016 and that no AFC revenue will be realized under this Agreement without the re-enactment of the legislation.

2.3 <u>Maintenance</u>. Commencing on the Transfer Date: (i) LFUCG shall pay to CE an operations and maintenance fee (the "<u>O&M Fee</u>") on a monthly basis for all GGEs of CNG dispensed from the Station in accordance with <u>Exhibit II</u>, O&M Fee and Public Dispenser

Fee, which is attached hereto and incorporated by reference herein; and (ii) CE shall operate and maintain the Station in accordance with the following requirements:

- 2.3.1 Routine Maintenance. CE shall provide scheduled, routine maintenance service for the Station and shall repair or replace any defective Station parts or equipment at its expense. CE shall also perform other necessary maintenance or repairs, including emergency repairs, at its expense, in order to keep the Station operating. However, any maintenance or repair costs incurred due to damage, abuse, or neglect by LFUCG's personnel or Third Party Users shall be billed to LFUCG at CE's then-existing rates.
- 2.3.2 <u>Scheduling</u>. CE and LFUCG shall mutually agree on times for maintenance services that require the Station to be out of operation for more than four (4) hours.
- 2.3.3 <u>Service Calls.</u> CE shall be available to provide emergency Station repair service on a twenty-four (24)-hour, seven (7)-day per week basis, and will provide an emergency contact telephone number to LFUCG. In the event of an emergency at the Station, CE shall respond at the Premises within four (4) hours following notification by LFUCG, and will restore the operation of the Station as soon as is commercially reasonable.
- 2.4 <u>Compliance with Law</u>. In performing the obligations under this Agreement, CE shall comply in all material respects with all applicable federal, state and local laws, regulations, ordinances, and rulings, including, but not limited to, those pertaining to health, safety, employment, and environmental matters.

- 3.1 <u>Maintenance of Premises</u>. LFUCG shall maintain the Premises and the real property in the vicinity of the Station in a clean, safe, and commercially reasonable condition suitable for CNG vehicle refueling use, including the ingress to, and egress from, the Station.
- 3.2 <u>Protection of CE Property</u>. LFUCG shall use commercially reasonable efforts in storing and protecting CE's property and the Station, including spare parts for the Station and the Station itself.
- 3.3 <u>Refueling Vehicles</u>. LFUCG employees shall refuel its CNG Vehicles. LFUCG will provide appropriate training and supervision for employees.
- 3.4 <u>Utilities</u>. LFUCG shall be responsible for payment of all utility service charges for utility service consumed by the Station during the Term (including, without limitation, gas, telephone, electricity, water, waste disposal, refuse collection, and other utility-type services furnished to CE or the Station). The Parties acknowledge and agree that while CE is the account holder for the telephone utility service which services the Station, LFUCG shall be responsible for reimbursing CE for all costs incurred by CE related to such service.

- 3.5 <u>Compliance with Law.</u> In performing its obligations under this Agreement, LFUCG shall comply in all material respects with all applicable federal, state, and local laws, regulations, ordinances, and rulings, including, but not limited to, those pertaining to health, safety, employment, and environmental matters.
- 3.6 Payment of CE Billings. LFUCG shall pay each invoice submitted by CE within thirty (30) days following receipt of the invoice by LFUCG. For the purposes of this Section, receipt shall be defined as three (3) days after the invoice is transmitted to LFUCG by CE. Any payments not made when due shall accrue interest on the unpaid amount at a rate of 18% per annum, calculated from the date payment is due to and including the date payment is received by CE. IF PERMITTED BY LAW, CE SHALL PASS THROUGH TO LFUCG ANY SURCHARGES INCURRED BY CE RELATED TO LFUCG'S PAYMENT OF ITS INVOICES THROUGH USE OF A CREDIT CARD.
- 3.7 <u>LFUCG's Costs</u>. Except as may be specified in this Article, or as may be separately agreed to in writing by LFUCG and CE, LFUCG shall not charge CE for the materials or labor utilized in providing the services provided in this Article. LFUCG shall be responsible for all taxes (including, without limitation, any real property taxes and assessments) relating to the Premises, as well as any and all maintenance and repair costs, as contemplated in this Article.
- 3.8 <u>Materials</u>. In the event that LFUCG has required CE to store materials on the Premises for the Station, upon the expiration or termination of the Agreement, LFUCG shall purchase all materials stored on the Premises by CE at such time at a mutually agreeable price no less than documented CE purchase price.

- 4.1 <u>Permitted Use</u>. To enable CE to fulfill its obligations set forth herein, LFUCG hereby licenses and permits CE to use the Premises and grants the right of ingress to and egress from the Premises to CE, CE's employees, agents, servants, customers, vendors, suppliers, patrons, and invitees for the purposes contemplated hereby in accordance with the terms and conditions of this Agreement. LFUCG shall not, and shall not permit others to, levy any rent, charge, lien, or encumbrance not expressly provided for in this Agreement against CE for the use of the Premises or the Station.
- 4.2 <u>Clear Title</u>. LFUCG represents that it is the owner of the Premises and has full authority to enter into this Agreement. So long as LFUCG is not in breach of any term of this Agreement and has timely paid all of CE's invoices, then CE shall make timely payment to all contractors performing work on behalf of CE and shall, at its expense, cause any lien filed by any contractor performing work on behalf of CE to be canceled or discharged of record by payment, deposit, bond, order of a court of competent jurisdiction, or otherwise within thirty (30) days after CE receives actual notice of the filing of such lien, charge, or order for the payment of money.

4.3 Premises Conditions. If, at any time during the Term of this Agreement, it is determined that underground hazards, soil contaminants or soil conditions exist (including, without limitation, migratory pollution or other migratory conditions) which were not brought onto the Premises by CE and (a) require removal, replacement, and disposal of soils or materials, (b) require remediation, or (c) require unanticipated soil or foundation preparation work, CE shall not be financially and/or legally responsible for such underground hazards, soil contaminants, and/or soil conditions and any required remediation, removal, replacement preparation work, and/or disposal. LFUCG shall commence, within thirty (30) days after discovery of any such underground hazard or soil contaminant or soil condition, and thereafter diligently prosecute to completion the correction of such condition. This Section shall survive termination of this Agreement.

#### **ARTICLE 5**

- 5.1 Term. The initial term of this Agreement shall begin on the Effective Date and end on the five (5) year anniversary of the Transfer Date. Thereafter, this Agreement shall automatically renew under the same terms and conditions for one (1) five (5) year term unless CE or LFUCG gives a written notice of cancellation to the other Party at least six (6) months prior to such renewal date. The initial term and any renewal term are referred to herein as the "Term".
- 5.2 <u>Termination.</u> Notwithstanding the above, upon a material breach of this Agreement, the non-breaching Party shall have the right to terminate this Agreement, for cause, upon fifteen (15) days written notice and opportunity to cure to the other Party, provided, however, that where it is not commercially reasonable to fully effect a cure to the non-breaching Party within the fifteen (15) day period set forth above, the Party in breach shall not be deemed to be in default of the Agreement and subject to termination for cause where it commences implementation of the cure within such fifteen (15) day period and thereafter proceeds diligently to cure the breach.
- 5.3 <u>Termination for Convenience; Non-Appropriation</u>. LFUCG may terminate this Agreement, for its convenience, upon six (6) months prior written notice to CE (the "Termination Notice Period").

Additionally, CE acknowledges that the LFUCG is a governmental entity, and the contract validity is based upon the availability of public funding under the authority of its statutory mandate. In the event that public funds are unavailable and not appropriated for the performance of the LFUCG's obligations under this contract, then this contract shall automatically expire without penalty to the LFUCG six (6) months after written notice of the unavailability and non-appropriation of public funds is provided by LFUCG to CE. It is expressly agreed that the LFUCG shall not activate this non-appropriation provision for its convenience or to circumvent the requirements of this contract, but only as an emergency fiscal measure during a substantial fiscal crisis, which affects generally its governmental operations.

In the event of a change in the LFUCG's statutory authority, mandate and mandated functions, by state and federal legislative or regulatory action, which adversely affects the LFUCG's authority to continue its obligations under this contract, then this contract shall automatically terminate without penalty to the LFUCG upon written notice to CE of such limitation or change in the LFUCG's legal authority.

Upon any termination or expiration of the Agreement pursuant to this Section, LFUCG shall be responsible for paying CE, within thirty (30) days of the date of CE's invoice to LFUCG, all amounts which accrued on or prior to the effective day of termination of the Agreement. This Section shall survive the termination or expiration of the Agreement.

## ARTICLE 6 <u>INTENTIONALLY OMITTED</u>

#### **ARTICLE 7**

#### **INTENTIONALLY OMITTED**

- 8.1 <u>LFUCG Indemnity</u>. To the extent allowable by law and except to the extent that liabilities arise from CE's or its employees, agents, contractors, or subcontractors' negligence or willful misconduct, LFUCG agrees to indemnify, defend, and protect CE and its officers, directors, agents, and employees from and against and hold CE and its officers, directors, agents, and employees harmless and free from any and all liability, loss, cost, expense, or obligation, including, without limitation, reasonable attorneys' fees, court costs, and other expenses, including without limitation, those of appeal, on account of or arising out of, injury to or death of any person or persons or damage to or loss of use of property, from whatever cause, occurring during the Term related in any way to: (a) the use of the Station by LFUCG; (b) negligence or willful misconduct by LFUCG or its employees, contractors or agents; (c) pre-existing or migratory contamination on the Premises; or (d) material breach of this Agreement by LFUCG. This shall not be deemed a waiver of sovereign immunity or any other third party defense available to LFUCG.
- 8.2 <u>CE Indemnity</u>. Except to the extent that liabilities arise from LFUCG's or its employees, agents, contractors, or subcontractors' negligence or willful misconduct, CE agrees to indemnify, defend, and protect LFUCG and its officers, directors, agents, and employees from and against and hold LFUCG and its officers, directors, agents, and employees harmless and free from any and all liability, loss, cost, expense, or obligation, including without limitation reasonable attorneys' fees, court costs, and other expenses, including without limitation, those of appeal, on account of or arising out of, injury to or death of any person or persons or damage to or loss of use of property, from whatever cause, occurring during the Term related in any way to: (a) the operation or maintenance of the Station by CE (except for any

aspect of Station operation attributable to LFUCG or its employees, contractors or agents); (b) negligence or willful misconduct by CE or its employees, contractors or agents; or (c) material breach of this Agreement by CE.

#### 8.3 <u>Intentionally Omitted.</u>

- 8.4 <u>Limitation of Liability</u>. Neither Party shall have any liability to the other Party for special, consequential, or incidental damages, except however in connection with a claim made against either Party by a third party, provided that such claim arises out of or results from the negligence or willful misconduct or any other claim within the scope of the indemnity obligation of CE or LFUCG, as applicable, under this Agreement.
- 8.5 <u>Dispute Resolution Procedures</u>. In the event a dispute arises between the Parties related to this Agreement, the following process shall be followed:
- (a) Each Party will designate a senior executive ("<u>Designated Representative</u>") to represent it in connection with any dispute that may arise between the Parties (a "<u>Party Dispute</u>"). The designations shall be as described elsewhere herein. Subsequent changes in a Party's Designated Representative shall be in writing and communicated in the same manner.
- (b) In the event that a Party Dispute should arise, the Designated Representatives will meet, with their attorneys, if they so agree, within twenty (20) calendar days after written request by any Party to any other Party (the "Dispute Notice") in an effort to resolve the Party Dispute.
- (c) If the Designated Representatives are unable to resolve the Party Dispute within twenty (20) calendar days following their first meeting, the Parties may take any action they may deem necessary to protect their interests subject to the requirements of Section 11.6.
- 8.6 Force Majeure. In the event that CE is prevented from performing its duties and obligations pursuant to this Agreement by circumstances beyond its control, including, without limitation, fires, floods, labor disputes, equipment failure which is not directly caused by CE's negligence or material breach of this Agreement, the interruption of utility services, the cessation of providing necessary products or services to CE by any supplier to CE, war, acts of terrorism, or Acts of God, (hereinafter referred to as "Force Majeure"), then CE shall be excused from performance hereunder during the period of such disability (the "Force Majeure Period"). If CE claims Force Majeure, CE shall notify LFUCG promptly after it learns of the existence of a Force Majeure condition, and will also provide LFUCG with an estimate, if one can be reasonably made, of the anticipated Force Majeure Period. CE will also notify LFUCG promptly after the Force Majeure condition has terminated. CE shall agree to use commercially reasonable efforts to correct whatever events or circumstance cause the Force Majeure event.

CE and LFUCG shall each procure at their respective expenses, and maintain in full force and effect during the Term of this Agreement, including any renewals, with insurance carriers rated at least A-VIII or better in A.M. Best's Insurance Report and admitted to do business in the state where the Station is located, the following primary insurance or provide evidence of self-insurance for the policies and in the amounts specified.

- a. Commercial General Liability Insurance, including coverage at least as broad as the latest version of the Insurance Service Office Commercial General Liability coverage (occurrence form CG 0001) or its equivalent with limits of not less than \$1,000,000. Coverage shall be provided for all operations and premises, completed operations, products liability, property damage, personal injury liability, and contractual liability.
- b. <u>Commercial Automobile Liability Insurance</u>, including owned, non-owned and hired automobiles covering bodily injury and property damage, to a combined single limit of not less than \$1,000,000 with the coverage provided by Insurance Services Office Form Number CA 0001. This coverage is to be provided in the event LFUCG operates, rents, or owns automobiles in the conduct of its business under this contract.
- c. <u>Workers Compensation</u> in compliance with minimum limits set forth in applicable state and federal laws.
- d. <u>Employers Liability</u>, with limits of not less than \$1,000,000 for bodily injury by accident (each accident) and bodily injury by disease (for each employee, with an aggregate \$1,000,000 limit.).
- e. Excess or Umbrella Liability that provides coverage for the insurance policies stated above in an amount of not less than \$5,000,000.

#### f. Professional Liability:

- a. Per Claim limits of not less than \$1,000,000 and \$2,000,000 aggregate
- g. Pollution Legal Liability, with limits of not less than \$1,000,000 per claim and \$1,000,000 aggregate including coverage for all operations, completed operations and professional services including coverage for bodily injury, sickness, disease, mental anguish or shock sustained by any person, including death; property damage including physical injury to or destruction of tangible property including the resulting loss of use thereof, clean-up costs, and the loss of use of tangible property that has not been physically injured or destroyed; and defense, including costs, charges and expenses incurred in the investigation or adjustment and defense of claims for such compensatory damages.

Coverage shall apply to sudden and non-sudden pollution conditions including the discharge, dispersal, release or escape of smoke, vapors, soot, fumes, acids, alkalis, toxic chemicals, liquids or gases, waste materials or other irritants, contaminants or pollutants into or upon land, the atmosphere or any watercourse or body of water, which results in bodily injury, property damage or cleanup costs.

Policies issued shall include the following:

- 1. Except as to Workers' Compensation, the other Party shall be included as additional insured on the General Liability including products and completed operations and the Automobile Liability policy.
- 2. A thirty (30) days advance written notice in the event of cancellation for all policies above.
- 3. Excluding Professional Liability, Transfer of Rights or Waiver of subrogation in favor of the other Party.
- 4. Separation of insureds (General Liability and Automobile Liability polices only).
- 5. There shall be no endorsement reducing the scope of coverage required above unless approved in advance by the other Party.

<u>Coverage for Equipment/Property</u> It is the responsibility of LFUCG and CE to each provide coverage for its property.

<u>Deductibles and Self-Insured Retentions</u> LFUCG and CE are each responsible for paying all deductibles or self-insured retentions under their respective policies required pursuant to this Agreement.

If applicable, limits of insurance for the policies above may be provided through a combination of a primary liability policy and an excess or umbrella liability policy of insurance.

Except as set forth in this Agreement including the waivers of subrogation, the requirements for carrying the foregoing insurance shall not derogate from the provisions of indemnification as set forth in this Agreement.

CE shall send certificates of insurance evidencing such coverage within thirty (30) days after the date of this Agreement to:

Lexington Fayette Urban County Government 200 East Main Street Lexington, KY 40507 Attn: Division of Central Purchasing

Fax: 859-258-3194

LFUCG shall send certificates of insurance evidencing such coverage within thirty (30) days after the date of this Agreement to:

Clean Energy 4675 MacArthur Court, Suite 800 Newport Beach, CA 92660 Attn: Ms. Barbara Johnson

Fax: (949) 724-1397

#### ARTICLE 10

Representatives. Each Party hereby designates the following as its 10.1 representative (and its "Designated Representative" for dispute resolution purposes) for the administration of this Agreement:

CE:

Peter Grace

4675 MacArthur Court, Suite 800

Newport Beach, CA 92660

Telephone:

(949) 437-1000

Fax:

(949) 724-1397

LFUCG:

Department of Law - Commissioner

200 E. Main Street Lexington, KY 40507

Telephone:

859-258-3500

Fax:

859-258-3538

Notices. Except for LFUCG's request for service calls, which may be 10.2 made by telephone, notices pertaining to this Agreement shall be in writing and shall be transmitted either by personal delivery, facsimile, or by overnight delivery carrier and shall be deemed to be delivered upon receipt. The addresses set forth below shall be the addresses used for notice purposes unless written notice of a change of address is given:

CE:

Clean Energy

4675 MacArthur Court, Suite 800

Newport Beach, CA 92660

Attn: Peter Grace

With a copy to: General Counsel

Fax: (949) 724-1397

LFUCG:

Lexington-Fayette Urban County Government

Division of Waste Management

675 Byrd Thurman Drive Lexington, KY 40510 Attn: Ms. Tracey Thurman Director of Waste Management

Fax: 859-258-3910

- 11.1 <u>Assignment</u>. Neither Party shall have the right to assign its rights or obligations hereunder without obtaining the prior written consent of the other Party, which consent shall not be unreasonably withheld. Any attempted assignment without such prior written consent shall be void, provided that such consent shall not be necessary in the context of an acquisition of either party by asset sale, merger, change in control, or operation of law. Permitted assigns and successors in interest shall have the benefit of, and shall be bound by, all terms and conditions of this Agreement. Notwithstanding anything contained herein to the contrary, either Party may assign this Agreement to such Party's parent corporation, an entity under common control with the Party, or a wholly-owned subsidiary of the Party without the consent of the other Party.
- 11.2 <u>Headings</u>. The headings in this Agreement are for convenience and reference only, and shall not affect the interpretation of this Agreement.
- 11.3 <u>No Joint Venture</u>. CE shall perform its duties herein as an independent contractor. Nothing contained herein shall be considered to create the relationship of employer and employee, partnership, joint venture, or other association between the Parties, except as principal and independent contractor.
- 11.4 <u>Waiver</u>. No waiver by either Party of any one or more defaults by the other Party in the performance of any provisions of this Agreement shall operate or be construed as a waiver of any other default or defaults, whether of a like or different character. No waiver or modification of this Agreement shall occur as the result of any course of performance or usage of trade.
- 11.5 <u>Severability</u>. If any provision of this Agreement or the application thereof to any person or circumstances shall, to any extent, be held in any proceeding to be invalid or unenforceable, the remainder of this Agreement shall be valid and enforceable to the fullest extent permitted by law, but only if, and to the extent, such enforcement would not materially and adversely alter the Parties' essential objectives as expressed herein.
- 11.6 Governing Law, Forum, and Venue. This Agreement shall be subject to and construed in accordance with the laws of the Commonwealth of Kentucky.
- 11.7 Counterparts. This Agreement may be executed in any number of counterparts, each of which, when so executed and delivered, shall be deemed an original, and all of which, taken together, shall constitute one and the same agreement. Signatures to this Agreement transmitted by facsimile, email, portable document format (or .pdf) or by any other electronic means intended to preserve the original graphic and pictorial appearance of this Agreement shall have the same effect as the physical delivery of the paper document bearing original signature.
  - 11.8 Attorney's Fees. If any action at law or equity is commenced concerning

this Agreement or to enforce its terms, the prevailing Party in such matter shall be entitled to the payment of reasonable attorneys' fees and costs as determined by the Court, in addition to any other relief which may be awarded to that Party.

- 11.9 <u>Additional Documents</u>. The Parties agree to execute and to deliver to each other any and all other additional documents and to take any additional steps reasonably necessary to complete, to document and to carry out the business transaction contemplated by this Agreement.
- 11.10 <u>Negotiated Transaction</u>. The drafting and negotiation of this Agreement has been participated in by all of the Parties. For all purposes, this Agreement shall be deemed to have been drafted jointly by each of the Parties.
- 11.11 Representation Regarding Authority to Sign Agreement. Each of the representatives of the Parties signing this Agreement warrants and represents to the other that he, she, or it has the actual authority to sign this Agreement on behalf of the Party for whom he, she, or it is purporting to represent.
- 11.12 Entire Agreement. This Agreement and its exhibits contain the entire agreement between the Parties and it supersedes any prior written or oral agreements between the Parties concerning the subject matter of this Agreement. There are no representations, agreements, or understandings between the Parties relating to the subject matter of this Agreement which are not fully expressed within this Agreement and its exhibits.
- 11.13 <u>Binding Effect</u>. This Agreement shall be binding upon and inure to the benefit of the respective heirs, successors, and assigns of the Parties.
- 11.14 <u>Modification</u>. This Agreement shall not be modified, amended, or changed except in a writing signed by each of the Parties affected by such modification, amendment, or change.
- 11.15 <u>Further Assurances</u>. All of the Parties to this Agreement agree to perform any and all further acts as are reasonably necessary to carry out the provisions of this Agreement.

[The remainder of this page has intentionally been left blank.]

IN WITNESS WHEREOF, the Parties hereto have caused this Agreement to be signed by their duly authorized representatives, effective as of the date first set forth above.

**CLEAN ENERGY** 

By:

Peter Grace, SVP, Sales & Finance

LEXINGTON

FAYETTE

**URBAN** 

COUNTY GOVERNMENT

By:

Jim Gray, Mayor

# Exhibit I Station Equipment

Station Equipment		
SPECIFICATIONS		
Compressor(s)	(Qty.2) IMW Single Compact CNG 150HP skid, 4 stage compressors, 294 SCFM each @ 35 PSI (588 SCFM total)	
Dryer	(Qty.1) PSB model NG-SR 10-3, single town gas dryer rated at 800 SCFM with manual regeneration, equipped with Digital Dew Point meter, sensor and alarm	
Buffer Storage / Time-Fill Panel	Integrated Module with ASME storage vessels with an approximate capacity of 170 water liters and valve panel to facilitate management of the fueling operations	
Dispensing	(Qty.10) dual-hose time fill posts (equipped with two NGV1 Type 2 P36 nozzles)	
Buffer Storage / Fast-Fill Panel**	Integrated Module with (Qty.2) ASME storage vessels with an approximate capacity of 170 water liters each and valve panel to facilitate management of the fast fueling operations**	
Fast Fill Dispensing**	(Qty.1) Single Hose Fast-Fill Dispenser Including Card Reader for public access**	
Time Fill Dispensing**	(Qty.20) dual-hose time fill posts (equipped with two NGV1 Type 2 P36 nozzles)**	

<sup>\*\*</sup> This equipment will be included in the Station on the Completion Date and is being installed by CE pursuant to the Compressed Natural Gas Vehicle Fueling Station Agreement by and between the Parties and dated \_\_\_\_\_\_\_, 2017.

## <u>Exhibit II</u> **O&M** Fee and Public Dispenser Fee

#### 1. **O&M Fee:**

The O&M Fee shall be equal to:

- (1) [\$0.35 per GGE] + [all taxes which are measured based on the selling price] for each GGE of CNG dispensed from the Station when, during the applicable month, less than 23,000 GGEs of CNG are dispensed from the Station during such month; or
- (2) [\$0.30 per GGE] + [all taxes which are measured based on the selling price] for each GGE of CNG dispensed from the Station when, during the applicable month, 23,000 or more GGEs of CNG are dispensed from the Station during such month.

The number of GGEs dispensed from the Station shall be based on the number of Therms of natural gas converted into GGEs of CNG delivered by the local distribution company ("LDC") to the Station. LFUCG shall direct its LDC to forward a copy of each monthly natural gas bill to CE within five (5) days of LFUCG's receipt of each bill.

Beginning on January 1, 2018, and continuing on each January 1st thereafter during the Term of this Agreement, including any renewals, the O&M Fee charged by CE shall be increased by the change in the United States Bureau of Labor Statistics Consumer Price Index for all Urban Consumers, South Region, from the Effective Date of this Agreement for the first such adjustment, or the date of the last adjustment for each subsequent adjustment, through the date of the current adjustment.

### 2. Public Dispenser Fee:

In addition to the O&M Fee described above, CE will charge LFUCG \$0.20 per GGE of CNG sold to Third-Party Users from the Station (the "Public Dispenser Fee"). The Public Dispenser Fee plus taxes which are measured based on the selling price will be invoiced to LFUCG pursuant to Section 3.6 of the Agreement.

Beginning on January 1, 2018, and continuing on each January 1st thereafter during the Term of this Agreement, including any renewals, the Public Dispenser Fee charged by CE shall be increased by the change in the United States Bureau of Labor Statistics Consumer Price Index for all Urban Consumers, South Region, from the Effective Date of this Agreement for the first such adjustment, or the date of the last adjustment for each subsequent adjustment, through the date of the current adjustment.