



UNION COUNTY IMPROVEMENT AUTHORITY

10 ELIZABETH TOWN PLAZA, 6TH FLOOR

ELIZABETH, NJ 07207

908-820-9710

CHARLOTTE DEFILIPPO

EXECUTIVE DIRECTOR

May 28, 2013

Re: Status Update: UCIA Renewable Energy Program ("Program")

As Executive Director of the Union County Improvement Authority ("Authority"), I am writing to let you know about certain recent developments regarding Tioga Energy, Inc. ("Tioga"), the parent company of the Program's contractor, Tioga Solar Union County 1, LLC ("Tioga Union").

Tioga (the parent company) recently informed the Authority that it intends to "unwind" its business, and on April 30 it made an assignment for the benefit of creditors (an "ABC") under California law. Tioga Union (the Program's contractor), a wholly-owned subsidiary of Tioga, has not initiated an ABC. However, Tioga Union has not made the May 1, 2013 lease payment to the Authority in full.

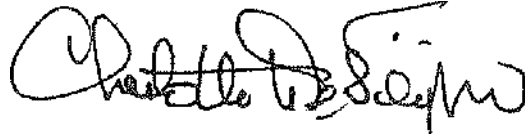
It is not yet clear what the outcome of Tioga's ABC process will be and whether it will impact the Program. The difficulties facing Tioga are being shared by many solar companies across the nation. In the meantime, as a participating Local Unit in the Program, the Authority wants you to know that the Program Documents and agreements, including the power purchase price that you pay, are expected to remain unchanged insofar as they affect you. The solar panels and related improvements on your property are owned by the Authority and leased to Tioga Union. These facilities will continue to be owned by the Authority and operated to provide energy through the term of the agreements. You should experience no interruption of service.

Please be aware that regardless of the outcome of the ABC or the sale of Tioga's assets, including Tioga Union, the Authority, on behalf of the Local Units and the residents of Union County, will call upon Tioga's and Tioga Union's contractual obligations contained in the Program documents and agreements to protect the integrity of the solar production system and the overall financial integrity of the Program.

The Authority will keep you informed about this matter as it progresses. If you have any questions or wish further explanation, please do not hesitate to contact us at any time.

Sincerely,

Union County Improvement Authority

A handwritten signature in black ink, appearing to read "Charlotte DeFilippo". The signature is stylized and cursive, written over the printed name.

Charlotte DeFilippo
Executive Director