

July 29, 2011

Mr. Bryan K Barnett  
Mayor  
City of Rochester Hills  
1000 Rochester Hills Drive, Rochester Hills Michigan 48309

Dr Mr. Barnett,

Sunlogics formally requests that city of Rochester Hills, establish an Industrial Development District at 2910 Waterview Drive, Rochester Hills, MI 48309. For your reference, you will find enclosed a legal description and site map that defines the location of the proposed district.

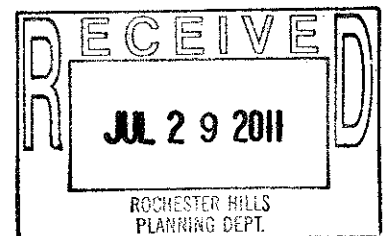
Sunlogics is purchasing the subject building which will be used for office personnel and for manufacturing. We will employ 200 people at this facility. As noted on the attached application, Sunlogics will move into the State of Michigan manufacturing machinery that exceeds \$13,000,000 in net present value. Therefore, we respectfully request that an industrial facilities tax district be established.

Your prompt attention to this matter is greatly appreciated.

Sincerely,

A handwritten signature in black ink, appearing to read 'Lou Pellatiro', with a long, sweeping horizontal stroke extending to the right.

Lou Pellatiro  
Chief Operating Officer  
Sunlogics Inc.



Sunlogics Inc.

2910 Waterview Drive Suite 100  
Rochester Hills, MI 48309

# Application for Industrial Facilities Tax Exemption Certificate

Issued under authority of Public Act 198 of 1974, as amended. Filing is mandatory.

**INSTRUCTIONS:** File the original and two copies of this form and the required attachments (three complete sets) with the clerk of the local government unit. The State Tax Commission (STC) requires two complete sets (one original and one copy). One copy is retained by the clerk. If you have any questions regarding the completion of this form or would like to request an informational packet, call (517) 373-3272.

To be completed by Clerk of Local Government Unit	
Signature of Clerk	▶ Date received by Local Unit
STC Use Only	
▶ Application Number	▶ Date Received by STC

## APPLICANT INFORMATION

All boxes must be completed.

▶ 1a. Company Name (Applicant must be the occupant/operator of the facility) <b>SUNLOGICS INC</b>	▶ 1b. Standard Industrial Classification (SIC) Code - Sec. 2(10) (4 or 6 Digit Code) <b>3674</b>
▶ 1c. Facility Address (City, State, ZIP Code) (real and/or personal property location) <b>2910 WATERVIEW</b>	▶ 1d. City/Township/Village (indicate which) <b>City of Rochester Hills</b>
▶ 2. Type of Approval Requested <input checked="" type="checkbox"/> New (Sec. 2(4)) <input type="checkbox"/> Transfer (1 copy only) <input type="checkbox"/> Speculative Building (Sec. 3(8)) <input type="checkbox"/> Rehabilitation (Sec. 3(1)) <input type="checkbox"/> Research and Development (Sec. 2(9))	▶ 1e. County <b>Oakland County</b> ▶ 3a. School District where facility is located <b>Rochester Com. Schools</b> ▶ 3b. School Code <b>63260</b>
4. Amount of years requested for exemption (1-12 Years) <b>8 YEARS</b>	

5. Per section 5, the application shall contain or be accompanied by a general description of the facility and a general description of the proposed use of the facility, the general nature and extent of the restoration, replacement, or construction to be undertaken, a descriptive list of the equipment that will be part of the facility. Attach additional page(s) if more room is needed.

**THE FACILITY IS A VACANT BUILDING IN GOOD CONDITION. IT WILL BE USED FOR OFFICE AND MANUFACTURING. THE EQUIPMENT LIST IS ATTACHED**

6a. Cost of land and building improvements (excluding cost of land)..... * Attach list of improvements and associated costs. * Also attach a copy of building permit if project has already begun.	▶ _____ Real Property Costs
6b. Cost of machinery, equipment, furniture and fixtures..... * Attach itemized listing with month, day and year of beginning of installation, plus total	▶ <b>\$13,254,588.99</b> Personal Property Costs
6c. Total Project Costs..... * Round Costs to Nearest Dollar	<b>\$13,254,588.99</b> Total of Real & Personal Costs

7. Indicate the time schedule for start and finish of construction and equipment installation. Projects must be completed within a two year period of the effective date of the certificate unless otherwise approved by the STC.

	Begin Date (M/D/Y)	End Date (M/D/Y)	
Real Property Improvements ▶ _____			▶ <input type="checkbox"/> Owned <input type="checkbox"/> Leased
Personal Property Improvements ▶ <b>NOV 1, 2011</b>	<b>DEC 31, 2013</b>		▶ <input checked="" type="checkbox"/> Owned <input type="checkbox"/> Leased

▶ 8. Are State Education Taxes reduced or abated by the Michigan Economic Development Corporation (MEDC)? If yes, applicant must attach a signed MEDC Letter of Commitment to receive this exemption.  Yes  No

▶ 9. No. of existing jobs at this facility that will be retained as a result of this project. <b>ZERO</b>	▶ 10. No. of new jobs at this facility expected to create within 2 years of completion. <b>200</b>
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11. Rehabilitation applications only: Complete a, b and c of this section. You must attach the assessor's statement of SEV for the entire plant rehabilitation district and obsolescence statement for property. The Taxable Value (TV) data below must be as of December 31 of the year prior to the rehabilitation.

a. TV of Real Property (excluding land) \_\_\_\_\_

b. TV of Personal Property (excluding inventory) \_\_\_\_\_

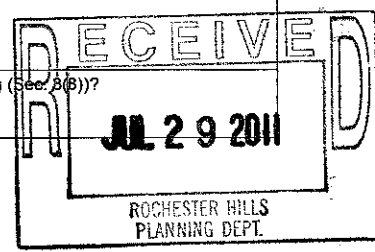
c. Total TV \_\_\_\_\_

▶ 12a. Check the type of District the facility is located in:

Industrial Development District       Plant Rehabilitation District

▶ 12b. Date district was established by local government unit (contact local unit) \_\_\_\_\_

▶ 12c. Is this application for a speculative building (Sec. 3(3))?  
 Yes  No



**APPLICANT CERTIFICATION - complete all boxes.**

The undersigned, authorized officer of the company making this application certifies that, to the best of his/her knowledge, no information contained herein or in the attachments hereto is false in any way and that all are truly descriptive of the industrial property for which this application is being submitted.

It is further certified that the undersigned is familiar with the provisions of P.A. 198 of 1974, as amended, being Sections 207.551 to 207.572, inclusive, of the Michigan Compiled Laws; and to the best of his/her knowledge and belief, (s)he has complied or will be able to comply with all of the requirements thereof which are prerequisite to the approval of the application by the local unit of government and the issuance of an Industrial Facilities Exemption Certificate by the State Tax Commission.

13a. Preparer Name <b>LOU PELLATIRO</b>	13b. Telephone Number <b>586-335 1230</b>	13c. Fax Number	13d. E-mail Address <b>LOU@SUNLOGICS.COM</b>
14a. Name of Contact Person <b>SAME AS ABOVE</b>	14b. Telephone Number	14c. Fax Number	14d. E-mail Address
▶ 15a. Name of Company Officer (No Authorized Agents) <b>SAME AS ABOVE</b>			
15b. Signature of Company Officer (No Authorized Agents) <i>[Signature]</i>		15c. Fax Number	15d. Date <b>7/29/11</b>
▶ 15e. Mailing Address (Street, City, State, ZIP Code) <b>2910 WATERVIEW, ROCHESTER HILLS, MI 48309</b>		15f. Telephone Number	15g. E-mail Address

**LOCAL GOVERNMENT ACTION & CERTIFICATION - complete all boxes.**

This section must be completed by the clerk of the local governing unit before submitting application to the State Tax Commission. Check items on file at the Local Unit and those included with the submittal.

▶ 16. Action taken by local government unit <input type="checkbox"/> Abatement Approved for _____ Yrs Real (1-12), _____ Yrs Pers (1-12) After Completion <input type="checkbox"/> Yes <input type="checkbox"/> No <input type="checkbox"/> Denied (Include Resolution Denying)	16b. The State Tax Commission Requires the following documents be filed for an administratively complete application: <b>Check or Indicate N/A if Not Applicable</b> <input type="checkbox"/> 1. Original Application plus attachments, and one complete copy <input type="checkbox"/> 2. Resolution establishing district <input type="checkbox"/> 3. Resolution approving/denying application. <input type="checkbox"/> 4. Letter of Agreement (Signed by local unit and applicant) <input type="checkbox"/> 5. Affidavit of Fees (Signed by local unit and applicant) <input type="checkbox"/> 6. Building Permit for real improvements if project has already begun <input type="checkbox"/> 7. Equipment List with dates of beginning of installation <input type="checkbox"/> 8. Form 3222 (if applicable) <input type="checkbox"/> 9. Speculative building resolution and affidavits (if applicable)
16a. Documents Required to be on file with the Local Unit <b>Check or Indicate N/A if Not Applicable</b> <input type="checkbox"/> 1. Notice to the public prior to hearing establishing a district. <input type="checkbox"/> 2. Notice to taxing authorities of opportunity for a hearing. <input type="checkbox"/> 3. List of taxing authorities notified for district and application action. <input type="checkbox"/> 4. Lease Agreement showing applicants tax liability.	
16c. LUCI Code	16d. School Code
17. Name of Local Government Body	▶ 18. Date of Resolution Approving/Denying this Application

Attached hereto is an original and one copy of the application and all documents listed in 16b. I also certify that all documents listed in 16a are on file at the local unit for inspection at any time.

19a. Signature of Clerk	19b. Name of Clerk	19c. E-mail Address
19d. Clerk's Mailing Address (Street, City, State, ZIP Code)		
19e. Telephone Number	19f. Fax Number	

State Tax Commission Rule Number 57: Complete applications approved by the local unit and received by the State Tax Commission by October 31 each year will be acted upon by December 31. Applications received after October 31 may be acted upon in the following year.

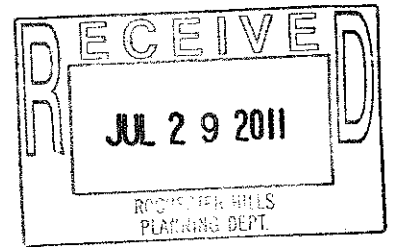
Local Unit: Mail one original and one copy of the completed application and all required attachments to:

**State Tax Commission  
Michigan Department of Treasury  
P.O. Box 30471  
Lansing, MI 48909-7971**

(For guaranteed receipt by the STC, it is recommended that applications are sent by certified mail.)

STC USE ONLY				
▶ LUCI Code	▶ Begin Date Real	▶ Begin Date Personal	▶ End Date Real	▶ End Date Personal

**Sunlogics East  
20MW Robbinsville facility  
Equipment List**



POH - Port of Hamilton  
RH- Rochester Hills

Item No	Description	Qty.	Location	NPV	POH	RH
<b>Area 1 – Glass Preparation</b>						
101	Edge Seamer	1	POH	221,828.91	221,828.91	
101	Edge Seamer	1	RH	221,828.91		221,828.91
102	Driller	1	POH	45,679.25	45,679.25	
103	Glass Washer - ultra clean	2	RH	209,111.13		209,111.13
104	Glass Washer - cover glass	2	POH	209,111.12	209,111.12	
<b>Area 2 – First Laser Patterning</b>						
201h	Laser System	2	RH	510,613.68		510,613.68
<b>Area 3 – a-Si Deposition</b>						
301	Substrate Carrier	17	RH	911,274.86		911,274.86
302	Substrate Carrier Transport	12	RH	116,755.84		116,755.84
303	Preheat Oven	4	RH	223,945.62		223,945.62
304	a-Si Deposition System	4	RH	3,149,998.70		3,149,998.70
305	Cool Down Oven	4	RH	164,068.10		164,068.10
<b>Area 3.1 – Back Reflector Sputtering</b>						
310	ZnO Sputtering System	2	RH	2,396,296.20		2,396,296.20
312	Loaders		RH	35,558.90		35,558.90
313	Unloaders		RH	32,590.85		32,590.85
<b>Area 4 – Second Laser Patterning</b>						
401h	Laser System	2	RH	498,262.10		498,262.10
<b>Area 5 – Back Contact Sputtering</b>						
501	Aluminum Sputtering System	2	RH	2,441,796.87		2,441,796.87
<b>Area 6 – Third Laser Patterning</b>						
601h	Laser System	2	RH	443,425.19		443,425.19
<b>Areas 7 - Test and Quality Assurance</b>						
701	Light Tester	2	RH	179,043.07		179,043.07
701b	Light & Hi-Potential Tester	2	POH	268,564.60	268,564.60	
705	Shunt Buster	2	RH	5,799.01		5,799.01
<b>Area 9 – Encapsulation</b>						
901h	Edge Isolation System	2	RH	359,204.18		359,204.18
902	Foil Bonding System	2	POH	150,701.76	150,701.76	
903	EVA Applicator	2	POH	40,726.02	40,726.02	
904	Preheat Station	8	POH	107,344.95	107,344.95	
905	EVA Laminator	8	POH	896,288.32	896,288.32	

906	Electrical Station	3	POH	11,171.22	11,171.22	
907	Mechanical Station	3	POH	205,690.77	205,690.77	
908	Cure System	4	POH	192,041.00	192,041.00	
Aux-01	Glass Cutter	1	RH	17,731.25		17,731.25
Aux-02	Transport Carts	30	RH	57,037.36		57,037.36
Aux-02	Transport Carts	25	POH	47,531.13	47,531.13	
Aux-03	Ball Tables	30	RH	39,804.46		39,804.46
Aux-06	Optical Comparator	1	RH	20,842.08		20,842.08
Aux-03	Ball Tables	80	POH	106,145.03	106,145.03	
A08	Diagnostic Tester	1	SEN	40,968.94		40,968.94
A12	Leak Detector	2	RH	49,010.09		49,010.09
A13	RF Power Load, RF Laser Meter	1	RH	1,445.23		1,445.23
909	Cure System Transport	15	POH	372,908.07	372,908.07	
<b>Facility and Infrastructure</b>						
B02	Gas Abatement dust Collector		RH	29,790.16		29,790.16
B03	Facility Dust Collector		RH	5,761.96		5,761.96
B04	Gas Cabinets		RH	146,511.60		146,511.60
B06	H2/Ar delivery system		RH	5,803.69		5,803.69
B07	LN2/GN2 delivery system		RH	86,969.30		86,969.30
B08	Valve Manifold Box		RH	53,102.60		53,102.60
B09	Life Safety System		RH	97,580.68		97,580.68
C01	Air Compressor		RH	17,680.59		17,680.59
C02	Di Water Purification System		RH	22,205.22		22,205.22
C04	Substrate Carrier Clean Station		RH	2,163.52		2,163.52
C06	Misc Tools, cranes, benches		RH	87,072.35		87,072.35
F01	Gas Handling		RH	373,534.72		373,534.72

A20 Spare Parts 543,845.19

**Total** 16,474,166.32 2,875,732.14 13,054,588.99

Furniture 50 units @ \$3,500 \$ 175,000.00  
Computers 50 units @ 500 \$ 25,000.00

Grand Total 13,254,588.99