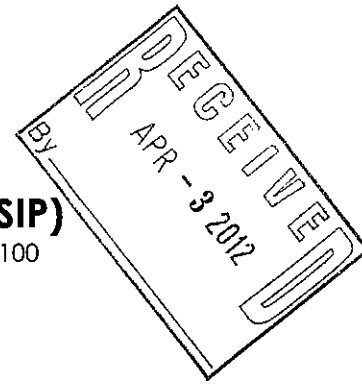




Annual Employment Report Strategic Investment Program (SIP)

ORS 385C.615, OAR 123-623-4000 and 123-623-4100



After each property tax year (ending June 30) of benefiting from a SIP exemption, please complete and return this form, not later than the following April 1 date, to:

Business Oregon, Business Tax Incentives
775 Summer Street NE, Suite 200
Salem, OR 97301-1280

Benefiting Business Firm

| | | | |
|-------------------------------------|-----------|--------------|--|
| <u>Kristen Broyer</u> | | | <u>Manager, Property Tax</u> |
| Contact Person | | | Title |
| <u>Klondike Wind Power III, LLC</u> | | | <u>503-796-7068</u> |
| Name of Business | | | Phone Number |
| <u>1125 NW Couch, Ste # 700</u> | | | <u>503-241-3224</u> |
| Mailing Address (Street/P.O. Box) | | | Fax Number |
| <u>Portland</u> | <u>OR</u> | <u>97209</u> | <u>kristen.broyer@iberdrolaren.com</u> |
| City | State | Zip | E-mail Address |

Eligible SIP Project/Property

| | | | |
|--|---|--|----------------|
| <u>Klondike Wind Power III, LLC</u> | | <u>N/A</u> | <u>Sherman</u> |
| Name of Project/Facility/Operations | | City Located | County Located |
| <u>Wind Generation Towers- Multiple sites within Sherman Co.</u> | | | |
| Site Address(es)/Assessor Map/Lot Number(s) | | | |
| <u>2008</u> | <u>3</u> out of 15 | <u>\$457,942,273</u> | |
| First Exemption Year | Number of last tax year (ending previous June 30) within exemption period | Cumulative investment, through most recent calendar year | |
| <u>\$743,861,520</u> | | <u>\$368,510,500</u> | |
| Total real market value of project property* | | Assessed value of exempt property* | |
| <u>26,522,500</u> | <u>\$427,675</u> | <u>\$5,942,232</u> | |
| Assessed value of taxable property* | Total property taxes paid* | Total property tax savings* | |

Attached is location and assessed value* of associated investments in Oregon not covered by SIP (optional)

*Use property tax data from the previously completed tax year (e.g., if it is 2012, data is from July 1, 2010, through June 30, 2011).

Locally Collected Fees and Payments (during most recent calendar year)

| Name of Fee/Payments | Recipient/Disposition | Amount |
|------------------------------------|----------------------------|-------------|
| Community Service Fee | County, local distribution | |
| Community Service Fee | County, Local Distribution | \$500,000 |
| Additional Payment-Minimum Revenue | County, Local Distribution | \$1,365,549 |

Attached is list showing additional payments under SIP agreement or further information about the above.

Employment Associated with Project (during most recent calendar year)

Number of FTE based on 2,080-hour year, since pre-project application

16

| | | |
|--------------------------|------------------------|-------------------------|
| New hires (jobs created) | Actively retained jobs | Passively retained jobs |
|--------------------------|------------------------|-------------------------|

Average annual taxable income (Oregon wages, salary, etc) paid to employees

\$60,321

| | | |
|--------------------------|------------------------|-------------------------|
| New hires (jobs created) | Actively retained jobs | Passively retained jobs |
|--------------------------|------------------------|-------------------------|

Average annual compensation, taxable income plus discretionary fringe benefits

\$81,433

| | | |
|--------------------------|------------------------|-------------------------|
| New hires (jobs created) | Actively retained jobs | Passively retained jobs |
|--------------------------|------------------------|-------------------------|

Breakdown of three most common occupations for above new hires (jobs created)

| | | | | | |
|-----|-------------------------------|-----|-------------------------------|-----|-------------------------------|
| 1 | \$95,000 | 14 | \$53,962 | 1 | \$32,000 |
| FTE | Average annual taxable income | FTE | Average annual taxable income | FTE | Average annual taxable income |

- Attached is supporting information on employment data (optional, unless otherwise stipulated)
- Attached is an explanation and identification of information provided here that is financially or otherwise sensitive, and for which confidentiality is explicitly requested by the submitter of this form.

Declaration

I have examined this document and attachments to it. To the best of my knowledge, they are true, correct and complete in every material respect. If any such information changes, I will notify the department and submit proper written amendments.

David M. DeGabriele
Signature

04/02/2012
Date

David M. DeGabriele
Printed Name

V.P. Tax & Finance
Title of authorized company representative