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Joseph L. Fiordaliso Commissioner

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State of New Jersey Board of Public Utilities Two Gateway Center Newark, NJ 07102 Michael Winka, Director Office of Clean Energy

Tel. # (609) 777-3312 Fax # (609) 777-3336

July 21, 2006

Dear Applicant in the Customer Onsite Renewable Energy (CORE) Program:

re: Certification Needed to Fulfill Application Requirements for CORE Rebate Approval

On July 19, 2006 the Board of Public Utilities approved the final 2006 budget for renewable energy programs which allocated additional funding to the CORE Program specifically the less than 10 kW private (residential) and the greater than 10 kW private (commercial industrial) budget sectors. Further, this Board approval directed the Office of Clean Energy to modify certain CORE program procedures. A final written Order memorializing the Board's decision is expected shortly and will be posted on the NJBPU website at www.bpu.state.nj.us.

The CORE Program provides New Jersey ratepayers with rebates that cover a significant portion of the cost of a renewable energy system. To ensure that the anticipated benefits generated by these systems are realized by the citizens of New Jersey, the Board has directed the Office of Clean Energy to modify CORE Program procedures. Effective immediately, as a condition of rebate commitment approval, every customer applicant must provide written certification for inclusion in their CORE application package that the customer agrees that if he or she sells or otherwise transfers the equipment for which rebates were paid to any party for use outside of New Jersey, the customer will refund a pro-rata share of the rebate received. This obligation will last for 10 years, beginning on the date of receipt of the CORE rebate. The customer applicant and vendor must also submit an amendment to the contract for equipment installation on file with the CORE program signed by both parties acknowledging the customer's awareness of this obligation as a condition of the rebate.

Your rebate application has been placed in a project queue awaiting rebate approval subject to funding availability. When funding allows additional CORE commitments, only applications with a signed certification and a contract amendment signed by both parties on file will be approved. Applicants must submit this documentation within two weeks to hold their position in queue. On August 7th, incomplete applications will be bypassed by complete applications as funding permits approvals to be made. Requests for extension will be considered on a case by case basis, but queue positions cannot be guaranteed. Please call me at (609) 292-7471 should you have any questions regarding this CORE application requirement.

Sincerely,

B. Scott Hunter

B. Scott Hunter Renewable Energy Program Administrator

Addendum to Contract

I, _____, hereby agree that if I sell or otherwise transfer the renewable energy equipment for which I received a rebate from the CORE Program to any party for use outside the State of New Jersey within 10 years of receipt of the rebate, I will refund to New Jersey's Clean Energy Program (NJCEP) CORE rebate program a portion of the rebate in an amount equal to:

Rebate Amount Received minus Rebate Amount Received divided by 10 multiplied by the number of years Renewable energy system for which the rebate was provided operated in the state of NJ, i.e., for a 10 kW Renewable energy system rebated at \$4.35 per watt that leaves the state after 9 years the pro rata share obligated for return to the NJCEP is;

 $4,350 = 43,500 - (43,500 / 10 \text{ years}) \times 9 \text{ years}$

I understand that I may remove the equipment from the installation for which a CORE rebate was provided and resell the equipment without any subsequent New Jersey Clean Energy Program rebate within the State of New Jersey and that as condition of sale should include a provision of this requirement until the 10 year period has expired.

By: ___

(CORE Customer Applicant)

By: ______(CORE Contractor)

Date: ________(Date Certified by Signature Above)

Date:_____

(Date Certified by Signature Above)

Please return this completed certification form and an amendment to the installation contract signed by both parties to the attention of:

B. Scott Hunter Office of Clean Energy, NJBPU P.O. Box 350 44. South Clinton Ave. Trenton, NJ 08625-0350