March 29, 2010

Dear Participating Contractor:

In early February, a letter detailing 2010 COOLAdvantage and WARMAdvantage program changes was sent to you as part of the New Jersey's **Clean Energy** Program[™] contractor base. The letter listed program changes for 2010 planned to go into effect April 1, 2010.

However, as part of mandated statewide budget reductions, *New Jersey's Clean Energy Program* has recently been asked to revise and resubmit the 2010 proposed budget to the New Jersey Board of Public Utilities (BPU) for approval.

The proposed changes, if approved by the BPU, would retain the Table 1 incentives.

Eligible Equipment Category ⁷	Full Incentive Amount	Confirmation Documentation
>= SEER 16 and EER 13	\$600	Compressor/ coil combination
>= SEER 15 and EER 12.5	\$400	 ratings⁸ Proper sizing and selection
>= SEER 14.5 and EER 12	\$300	

Table 1: COOLAdvantage Central A/C and Heat Pump Customer Incentives⁶

The proposed changes, if approved by the BPU, would eliminate contractor participation incentives in Table 2.

Table 2: Contractor Participation Incentive

Requirement	Incentive Amount	Documentation
Completed <i>COOL</i> Advantage applications for qualifying equipment installation.	\$100	 Qualifying Equipment specifications⁹ Proper sizing and selection

With that in mind, we are moving ahead with the new incentive rates in Table 1 effective on April 1st, 2010 as previously noted. We are suspending the \$100 contractor participation incentive pending the BPU's decision. Please check NJCleanEnergy.com regularly. We will update the website with any additional information as it becomes available.

Sincerely,

New Jersey's Clean Energy Program