

Dear Applicant:

Applicants that have instituted Demand Side Management (DSM) or Energy Efficiency (EE) measures that seek to be qualified as an alternative energy system under Pennsylvania's Alternative Energy Portfolio Standard need to apply to the Commonwealth for qualification. Clean Power Markets, Inc. (CPM) has been designated as the Alternative Energy Portfolio Standard Program Administrator, and will be working as an agent of the Commonwealth in this regard. The Program Administrator will be performing the review of all applications, and will respond to all applicants' requests and questions. Decisions as to whether a DSM or EE measure qualifies will be made by the Program Administrator, based on: 1) Act 213 of 2004, the Alternative Energy Portfolio Standards Act; 2) subsequent amendments to the Alternative Energy Portfolio Standards Act; and 3) guidance from the Pennsylvania Public Utility Commission and the Pennsylvania Department of Environmental Protection.

The application process for a facility that is implementing DSM or EE measures is as follows;

- The facility owner will submit a DSM/EE application in order to be assigned a Pennsylvania state certification number for DSM and/or EE. A separate certification number is required for EE and DSM projects. This application is available as an editable .pdf which should then be emailed to the administrator

When an application is received, the Program Administrator will perform the following steps to qualify facilities:

1. Is the application complete?
2. Does the facility satisfy the location standards for participation in Pennsylvania's AEPS Program?
3. Does the facility satisfy the applicable environmental standards? (N/A for PV and wind)
 - a. Have the necessary permits been obtained?
 - b. Has the facility had any major environmental violations?
 - c. Does the facility use one of the 'alternative energy sources' identified in the Act?

The Program Administrator will then assign the facility a certification number. After this certification number has been assigned, you can register this certification number in the GATS system. The website for GATS is www.pjm-eis.com. GATS is the designated credit registry for Pennsylvania and will be issuing the credits. It is also the website for the trading of certificates. For DSM/EE applicants, a schedule of credits will be determined based on the submitted application.

If a facility meets all of the requirements, it will be qualified for alternative energy system status. The Program Administrator will inform the applicant of its certification, which should occur about 30 business days after receipt of the application. If there are discrepancies in the information, the Program Administrator will inform the applicant, in writing, of these discrepancies during the review process.

If an application for qualification is not granted, the applicant can appeal the decision to the Pennsylvania Public Utility Commission. The Commission will review the appeal and render a final decision on the application.

Program Administrator

paaeps@cleanpowermarkets.com

Subject Line: AEPS Resource Qualification Application.

For questions, please contact the Program Administrator at 1-877-AEPS-773 (1-877-237-7773) or paaeps@cleanpowermarkets.com.

Sincerely,

Dina Deana

Clean Power Markets, Inc.

Program Administrator

Pennsylvania Alternative Energy Portfolio Standard