Unlocking the Value: Transforming the Connecticut Materials Economy
Building State-Wide Capacity for Food Scrap Recycling

Northeast Waste Management Officials’ Association

PA 11-80 Section 103 Anaerobic Digestion Financial Support Pilot Program

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CEFIA’s Vision and Mission

Vision
To help ensure Connecticut’s energy security and community prosperity by realizing its environmental and economic opportunities through clean energy finance and investments.

Mission
To support the Governor’s energy strategy to achieve cleaner, cheaper and more reliable sources of energy through clean energy finance.
CEFIA shall establish a three-year pilot program to support through loans, grants or power purchase agreements for Connecticut farms and other businesses using organic waste with on-site anaerobic digestion facilities to generate electricity and heat.

CEFIA may approve no more than five projects, each of which shall have a maximum size of 1,500 kW at a cost of $450 per kilowatt.

CEFIA shall allocate $2 million annually to support the pilot program.
RFP Funding Options Available

- **Grant Option** – Up to $450/kW based on the generators nameplate rating.

- **Loan Option** – Loan terms up to 15-years (180 months)

- **Power Purchase Agreement (PPA) Option** – Purchase of Renewable Energy Credits (RECs at a flat rate per kWh for 6-years (72-months))

* Projects can only receive the maximum amounts of financial support equivalent to $450/kW for Projects using options other than grants or in combination with other options.*
Applications meeting the minimum RFP requirements will be evaluated for financial support based on the following evaluation criteria:

- Project Economics
- Deployment of the Eligible Resource/Technology
- Probability of Project Completion and Project Feasibility
- Public and Unique Ratepayer Benefits
Project Economics Criteria - Funding Options Order of Preference

- Unsubsidized loan
- Loan loss reserve
- Subsidized loan (Interest Rate Buy-down)
- Power Purchase Agreement (REC Purchase)
- Direct subsidy (Grant)
<table>
<thead>
<tr>
<th>Activity</th>
<th>Activity Date</th>
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<tbody>
<tr>
<td>Issue RFP document</td>
<td>April 2, 2012</td>
</tr>
<tr>
<td>Questions or clarifications accepted</td>
<td>April 2, 2012 to May 31, 2012</td>
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<tr>
<td>RFP Closing date</td>
<td>June 1, 2012 5:00 p.m. EST</td>
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<tr>
<td>Eligibility rejection/acceptance letters issued</td>
<td>Two (2) weeks from receipt of complete application</td>
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<tr>
<td>CEFIA staff recommendations to Projects Committee</td>
<td>Next available scheduled meeting after project owner accepts preliminary grant offer in writing from CEFIA</td>
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<tr>
<td>Funding authorization letters issued</td>
<td>Within two (2) weeks of Board Approval</td>
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Financial support will be provided by CEFIA in the form commensurate with the option or options selected under standardized terms, contingent upon the execution of an FAA with CEFIA and reaching the in-service date within 18 months of FAA execution.

Projects not under construction with all major generating equipment and balance of plant onsite by the date specified in the FAA will be in danger of defaulting on the FAA and having the Project’s financial support terminated.
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