



August 15, 2008

Mr. Richard M. Jones
Commissioner of Public Works
City of Racine
City Hall
730 Washington Avenue
Racine, WI 53403

Dear Commissioner Jones,

We are pleased to inform you that the renewable energy project for the City of Racine (Phase II) has been accepted for a financial incentive of up to \$100,000.00.

Interconnection of your project to our distribution system must be in accordance with Wisconsin Administrative Code Chapter PSC 119. Please be aware that the incentive amount may decrease based on verification of installation and final project cost. As explained previously, the incentive to you will not exceed 50% of the total installed project cost less any federal or state government incentive/credit and less any Focus on Energy funding.

After the project is completed, placed in service, and all project invoices are paid, you should request an Incentive Payment Application from us. All project invoices must be included with the completed Incentive Payment Application. Incentives are usually paid within 30 days of receipt of the completed Incentive Payment Application or confirmation by our site inspector, whichever occurs later.

We will reserve your incentive for a period of 18 months from today to allow you the time to complete your project and get it interconnected.

Any questions may be directed to Connie Lindholm at (414)221-2175.

Sincerely,

A handwritten signature in black ink, appearing to read 'Roman A. Draba', written over a horizontal line.

Roman A. Draba
Vice President, Regulatory Affairs & Policy

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Dept of Public Works