Department of Energy

Bonneville Power Administration
P.O. Box 3621
Portland, Oregon 97208-3621

December 21, 2012

In reply refer to: PEJC-1

Name
Organization
Address
City, ST ZIP

Dear :

The Bonneville Power Administration (BPA) is pleased to announce the opening of the second funding cycle for the Energy Smart Reserve Power (ESRP) program. As a site using reserve power from the Federal Columbia River Power System (FCRPS) you are eligible to participate in this program. ESRP offers the opportunity for you to earn reimbursements from BPA to offset the cost of installing electrical energy saving upgrades that reduce your reserve power loads. The ESRP program primarily focuses on Irrigation Districts that use reserve power. This year, the initial open funding cycle for Irrigation District projects did not require all of the available funding. BPA is now offering a second application cycle which is open to all reserve power sites.

Applications may be submitted for all projects that result in reductions in the use of reserve power electric energy. Applications may be submitted for all projects that meet the requirements outlined in the application. Over $1,000,000 in funding is available in this second funding cycle. Applications that meet BPA's eligibility criteria will be evaluated and ranked based on incentive rate ($ requested/kWh saved/year), potential kWh savings, and FCRPS water savings. If the submitted project also reduces the water removed from the FCRPS, it should be noted in the application, as these water savings provide an additional benefit which will be included in the evaluation.

Key Project Criteria:

- The maximum incentive rate is $0.25/kWh. The ESRP application process is competitive and the lower incentive rates will be higher ranked.
- The incentive that BPA provides must be no more than 70% of the project cost.
- No purchases for the project can be made prior to the incentive agreement effective date.
- All projects must be able to be completed (installed) before September 30, 2013.

Attached, please findEnclosed is a copy of the ESRP application form. An electronic Word document version of the form is also available online in the Resources section of the ESRP website at: http://www.bpa.gov/Energy/N/ESRP.cfm.

ESRP – Second Application Cycle Timeline:

December 21, 2012 - Incentive Applications Solicited
January 18, 2013 - Incentive Applications Due to BPA
January 30, 2013 - Successful Applicants Notified
February 13, 2013 - Agreements Signed

Additional projects may also be submitted after the second application cycle deadline. If these applications meet the eligibility requirements, they will be ranked alongside the un-funded applications from the second application cycle. If additional funding becomes available throughout the year, incentives will be offered to previously un-funded applications based on ranking, with the added criterionacriteria that the project schedule indicated in the application would still allow the work to be completed before September 30, 2013.

If you have any further questions about this opportunity, feel free to e-mail us at esrp@bpa.gov. We look forward to the working with you.

Sincerely,

Bradley D. Miller
ESRP Program Manager, Energy Efficiency

Enclosure:
ESRP Energy Efficiency Proposal Incentive Application