

## CUSTOM PROJECT IMPLEMENTATION INCENTIVES

Custom Project Implementation Incentives are based on a per-tonne greenhouse gas (GHG) emission reduction, subject to Custom Energy Solutions approved rate structure, customer caps, eligibility, calculation and verification requirements. GHG reduction measures associated with the identification of projects through other offers, are eligible for Custom Project Implementation Incentives and will be processed via Custom Project Implementation Incentive applications.

Payments will be issued only to participating customers.

### RATE STRUCTURE

The Custom Project Implementation Incentive rate structure will include a base rate (A) and three bonus components (B, C and D) as described in Table 1. below. This rate structure is in effect through to March 31, 2019, and incentives are available on a first-come, first-served basis.

Custom Project Implementation Incentive (\$/tonne of first year GHG reductions).

Incentive Rates	Program Year 1 Rate	Driver	Payment Trigger
<b>A. Base</b>	\$175.00	per tonne GHG reduction	GHG reduction verified and approved by CESP
<b>B. Schedule Bonus Multiplier 1 (+10% of Base)</b>	+\$17.50		Projects are verified by March 31 of their applying fiscal year
<b>C. Schedule Bonus Multiplier 2 (+10% of Base)</b>	+\$17.50		Projects are verified by December 31, 2018
<b>D. EUL Bonus Multiplier (+10% of Base)</b>	+\$17.50		Projects are determined to have more than a 12-year Effective Useful Life (EUL)

All rates in Table 1 above are based on the calculated GHG savings for each approved measure in its first 12 month of operation.

Bonus components may be combined on to a given project for a maximum total incentive \$227.50 per tonne GHG reduction (Year 1 Rates).