



Oregon

John A. Kitzhaber, MD, Governor

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JUN 28 2012

City of Coos Bay

Department of Energy

625 Marion St NE

Salem, OR 97301-3737

Phone: 503-378-4040

Toll Free: 1-800-221-8035

FAX: 503-373-7806

www.oregon.gov/energy

June 26, 2012

Stan Gibson
City Of Coos Bay Fire Station
450 Elrod
Coos Bay, OR 97420



RE: Certified Amount Letter for Application # 30016

Dear Stan Gibson:

You have elected to use the Pass-through option for your Business Energy Tax Credit. After reviewing your Application for Final Certification for Pass-through projects, we have certified the following:

- Final tax credit amount: \$6,470
- Project type: Renewable (50 percent tax credit)
- Federal Grants will reduce the certified cost- See "**Attachment A**"

The certified final eligible cost is \$12,940. This is the same amount as listed on your application. You will transfer your tax credit to a pass-through partner in exchange for a lump-sum cash payment. The Oregon Department of Energy establishes, by rule, the rate of the pass-through amount you receive for this lump-sum cash payment.

According to 2010 legislation that amended ORS 469.220(1), the five-year period during which the tax credit can be used shall begin with the tax year during which the completed Application for Final Certification of the facility under ORS 469.215 is received by the Oregon Department of Energy. The tax certificate shall be granted for a period not to exceed five years.

Under 2010 legislation that added section (5) (d) to ORS 315.354, a pass-through partner (transferee) may not claim the tax credit for any tax year prior to the tax year in which the pass-through partner obtained the credit.

- If you have secured a pass-through partner and sent the Partner Agreement to the Oregon Department of Energy, we will send a Pass-through Payment Letter to your partner directing them to immediately send the pass-through payment to you. A copy of the Pass-through Payment Letter will be sent to you at the same time.
- If you have secured a pass-through partner, but your partner has not completed and sent the Partner Agreement to us, please ask your partner to do so now. Once we receive the Partner Agreement, we can send your partner a Pass-through Payment Letter as described above. The Partner Agreement is available on the Web (http://www.oregon.gov/ENERGY/CONS/BUS/docs/PTP_document.pdf) and can be faxed to us at (503) 934-4006.
- **Obtaining a pass-through partner is the responsibility of the project owner.** However, if you do not have a pass-through partner at this time, we will attempt to find one on your behalf. If you have the Department assist you with this process, the Department cannot guarantee if and when we will match your project to a pass-through partner. We will contact you when we have a potential partner for your project. You do not need to call us. We are working to match projects and partners as quickly as possible and appreciate your patience.
- If you do not want to use the Pass-through Option, please notify the Pass-through program staff immediately at 1-800-221-8035 or passthru.program@state.or.us.

Sincerely,

Maureen Bock
Energy Incentives Program Manager
Energy Development Services Division





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Attachment A

**(This does not apply to applicants that are not subject to Oregon personal income tax,
Oregon corporate excise tax or Oregon corporate income tax)**

of

Business Energy Tax Credit Certified Amount Letter

RE: Federal Grants and the Business Energy Tax Credit

The Oregon Department of Energy (Department) has processed your application for preliminary certification for a Business Energy Tax Credit (BETC). Please note that when you apply for or receive a Federal Grant in connection with your project, you must notify the department immediately. Your application may have already provided us this information. If the State determines that your energy facility has received federal grant funding, in connection with a project receiving a Business Energy Tax Credit of which the State has not been notified, the State will pursue revocation of the tax credit.

ORS 315.356 states:

- (1) If a taxpayer obtains a grant from the federal government in connection with a facility that has been certified by the Director of the State Department of Energy, the certified cost of the facility shall be reduced on a dollar for dollar basis.

The receipt of a federal grant in connection with your project will impact the certified cost of your energy project, which could result in a change in the amount of your BETC.

