Board Decision
Green Lane Energy Project Amendment

May 23, 2012

Summary

Authorize incentives for the JC-Biomethane, LLC, previously authorized for the Green Lane Energy Project biomethane project.

Background

- In November, 2011 the board authorized up to $2 million for the Green Lane Energy generating project.
- Since then, the project developers acquired an additional equity investor and formed a new entity called JC-Biomethane, LLC.

Discussion

- Staff seeks board approval to fund the project on the same terms with JC-Biomethane, LLC as were authorized for the Green Lane Energy Project.
- JC-Biomethane, LLC will have more equity, deeper experience with biogas plants, and longer-term supply feedstock contracts (10 years), which will improve project revenue.
- The project's capital cost will be higher to enable it to process the feedstock. However, the Energy Trust incentive, project output, REC allocation and other terms would not change.
- Staff believes these changes will result in a stronger project than was originally authorized.

Recommendation

Authorize incentives for the JC-Biomethane, LLC, previously authorized for the Green Lane Energy Project biomethane project.

RESOLUTION 634

AUTHORIZING INCENTIVES FOR THE JC-BIOMETHANE PROJECT

WHEREAS:

1. **In November, 2011 the board authorized up to $2 million for the Green Lane Energy generating project.**
2. **Since then, the project developers acquired an additional equity investor and formed a new entity called JC-Biomethane, LLC.**
3. **JC-Biomethane, LLC will have more equity than Green Lane Energy LLC, deeper experience with biogas plants, and longer-term supply feedstock contracts (10 years), which will improve project revenue.**
4. **The project's capital cost will be higher to enable it to process the feedstock. However, the Energy Trust incentive, project output, REC allocation and other terms would not change.**
5. **Energy Trust believes these changes will result in a stronger project than was originally authorized.**

It is therefore RESOLVED:

1. **The board authorizes staff to amend the funding agreement to substitute JC-Biomethane LLC for Green Lane Energy, LLC.**

Moved by: Seconded by:

Vote: In favor: Abstained:

Opposed: [list name(s) and, if requested, reason for "no" vote]