

Table TEPF-1: 2012-2014 Thermal Energy and Process Fuel Funds

Performance Indicators and Awards

PI#	Title	Performance Indicator	Target*	Incentive Weight	Incentive Amount (100%)
1	Thermal & Mechanical Energy Efficiency Savings	Annual incremental net MMBTU savings	149,000	75%	\$255,000
2	Residential single family comprehensiveness	a. Average air leakage reduction per project [Note 1]	34%	25%	\$85,000
		b. Percent of projects with square feet of insulation added at least 50% of the home's finished square feet of floor area [Note 2]	44%		
		c. Percent of projects with both shell measures and heating system measures installed [Note 3]	16%		
			TOTALS	100%	\$340,000

* The Department of Public Service will verify all results through the annual savings verification process

Notes

- 1 Projects are defined as a work project completed by a Home Performance with ENERGY STAR (HPwES) contractor in a single family (1-4 units). All single family homes in which Thermal Energy and Process Fuel-funded incentives are provided through HPwES will be included in the average, regardless of whether or not air infiltration reduction is achieved.
- 2 The total shall include all insulation that is installed in the home, including attic and ceiling insulation, wall insulation, floor insulation, foundation
- 3 Significant heating system measures will include system replacements, distribution improvements such as duct sealing or installing improved or right-sized ductwork, burner replacements, etc. with a cost of at least \$200 per reported job. Neither setback thermostats nor clean and tunes shall count as significant heating system measures for this Performance Indicator. Shell measures include any measures that reduce conductive losses through the building shell (typically insulation measures) as well as air infiltration reductions.

Table TEPF-2: 2012-2014 Thermal Energy and Process Fuels Funds**Threshold and Scaling Up to 100% Target Level****PI #1: Thermal and mechanical energy efficiency savings (MMBtu)**

	Minimum	100% Target Level	Increase Rate
Achievement	111,750	149,000	\$3.423
% of target	75%	100%	Per MMBTU between 111,750 and 149,000
% of award	50%	100%	
Award amount	\$127,500	\$255,000	

PI # 2: Comprehensiveness - average percentage achieved of all metrics [Note 1]

	Minimum	100% Target Level	Increase Rate
Achievement	70%	100%	\$1,416.667
% of target	70%	100%	Per average percentage point increase between 70% and 100%
% of award	50%	100%	
Award amount	\$42,500	\$85,000	

Notes

- 1 The average percentage will be calculated using a maximum of 120% for any criterion (a,b,c) even if the actual performance is greater than 120% for any criterion.

**Table TEPF-3: 2012-2014 Thermal Energy and Process Fuel Funds
Scaling Above 100% Target Level**

PI #1: Thermal and Mechanical Energy Efficiency Savings (MMBtu)

<i>100% Target Level</i>	<i>Increase Rate</i>
149,000	\$6.040
	<i>per MMBtu above 100% Target Level</i>

PI # 2: Comprehensiveness - Average Percentage Achieved of All Metrics

<i>100% Target Level</i>	<i>Increase Rate</i>
100%	\$3,000.000
	<i>per % above 100% Target Level</i>

Table TEPF-4: 2012-2014 Thermal Energy and Process Fuels Funds**Minimum Performance Requirements**

MPR#	Title	Minimum Requirement*	Policy Goal Advanced	Impact on Performance Incentive(s)
1	Threshold (or minimum acceptable) Level of Participation by Residential Customers	Total residential sector spending is greater than 62.5% of the total Unregulated Heating and Process Fuel Fund expenditures	Equity for residential customers by assuring that a minimum level of overall efficiency efforts, as reflected in spending, will be dedicated to residential customers	Reduces total performance incentive award at 100% <i>Target Level</i> by 10% or \$34,000
2	Threshold (or minimum acceptable) Level of Participation by Low Income Customers	Total low-income spending is greater than 17% of the total Unregulated Heating and Process Fuel Fund expenditures	Equity for low-income customers by assuring that a minimum level of overall efficiency efforts, as reflected in spending, will be dedicated to low-income customers	Reduces total performance incentive award at 100% <i>Target Level</i> by 10% or \$34,000

* The Department of Public Service will verify all results through the annual savings verification process

Thermal Energy and Process Fuels Funds Calculation of PI Payments Threshold and Target

Available TEPF RA Funds: \$11,301,100

Calculation of PI Payments up to 100% Targets				
PI#	Minimum	100% Target*	Incentive \$ To Be Spread	Increase Rate Per Unit
1	111,750	149,000	\$127,500	\$3.333
2	70%	100%	\$42,500	\$1,416.667

PI Descriptions and Targets

PI#	Name	Target
1	MMBtu	149,000
2.a.	Air Leakage	34%
2.b.	Insulation	44%
2.c.	Shell & Heating	16%

Calculation of Superstretch PI Payments if Targets Exceeded					
Total Possible Incentive to be Earned =			\$340,000		
Super Stretch Incentive =			\$60,000		
Percent Increase for Super Stretch =			5%		
PI#	100% Target	"Super Stretch" Target	"Super Stretch" Weighting	Incentive Dollars	Increase Rate
1	149,000	156,450	75.0%	\$45,000	\$6.040
2	100	105	25.0%	\$15,000	\$3,000.000
			100.00%	\$60,000	

MPR and Target

MPR#	Name	Minimum
1	Residential Spending	\$8,360,000
2	Low Income Spending	\$2,340,794