



Attachment 1: Energy Incentive Program: Conservation Tax Credit HB 2448B Recertification Process

The following table shows the recertification process provided in HB 2448B. Tax credit projects subject to the recertification process:

- Energy conservation tax credits projects,
- With eligible costs of \$1 million or more, and
- 5-year tax credits with 3 recertification periods.

Tax Credit Year	Year 1 Tax Credit	Year 2 Tax Credit	Year 3 Tax Credit	Year 4 Tax Credit	Year 5 Tax Credit
Certification Period	Final Application Period	Recertification Period 1	Recertification Period 2	Recertification Period 3	
Amount of Credit	10% of certified cost	10% of certified cost	5% of certified cost	5% of certified cost	5% of certified cost
Application Type	Final Application	Recertification Application	Recertification Application	Recertification Application	
Requirements	Applicant completes project as described in preliminary certificate. Project begins operating.	In first year of operation, project operates and performs as described in the performance agreement.	In second year of operation, project operates and performs as described in the performance agreement.	In third year of operation, project operates and performs as described in the performance agreement.	
Application Review	Project review and inspection to set the baseline for operations and reporting outlined in a performance agreement.	Compare operation and performance data to requirements of performance agreement, may inspect project.			
Tax credit certificate issued	One-year tax credit for 10% of certified costs.	One-year tax credit for 10% of certified costs.	One-year tax credit for 5% of certified costs.	Two one-year tax credits each for 5% of certified costs. This credit must be used in two increments representing the two years for which the credit was issued.	
Failure to Submit or Approve Application	No tax credits issued.	No tax credit certificate will be issued for this portion of the credit, this portion is deemed revoked. Applicant may submit a subsequent recertification applications if recertification periods remain.			
Transferability of Tax Credit	Each credit issued is a one-year tax credit transferable to a transferee through the EIP pass-through or transfer process.				