

**Sustainable Energy Fund
4th Year Annual Plan
Year Ending June 2004**

- Grants and PRI commitments will equal income from PPL, \$3,300,000, plus \$1,500,000 previously committed to the Bear Creek Wind Farm. In future years, as we are able to recruit additional, external funds, we will increase our PRI commitments.
- Grants equal 10% or \$330,000.
- Grants are planned as:
 - 1/3 for education
 - 1/3 for general curriculum development, teaching aids, exhibits.
 - 1/3 to fund specific grant applications
 - 1/3 open
 - 1/3 for green building including energy efficiency improvements to existing buildings or process improvements
 - 1/3 opportunistic but targeted to jump start new enterprises into our territory
- \$3,470,000 for loans averaging 5% and 5 years. \$985,000 targeted to clean and/or renewable energy, \$985,000 targeted to energy conservation and/or efficiency, and \$1,500,000 to the Bear Creek Wind Farm.
- \$1,000,000 for equity and near equity (especially subordinated debt with royalty payback which acts more like equity, from a risk and a reward standpoint than does secured debt)

In any given year, we are prepared to go to 150% of core disbursements (in this case \$3,300,000) as special needs or opportunities present themselves. We will most likely have opportunities in the next two years to finance new wind projects. These will require significant funding but have strong mission fit and stakeholder appeal. Also attractive are investments in energy load management, job creation, and green buildings.

All Grants and Program Related Investments are made in accordance with our published Policies and Investment Criteria. These may be found on line at: WWW.SustainableEnergyFund.org.