

Form E-1: Estimated Cost of Investment Grade Audit

The following statement must be submitted as part of the proposal package. Insert the Estimated Investment Grade Audit Cost. This cost does not reflect a commitment by the State to pay that amount. A negotiated amount may be payable by the State under certain conditions stated below.

The Contractor estimates the cost to conduct an Investment Grade Audit and provide the State with the required reports to be: _____ dollars (\$____.____)

If the State elects not to proceed after accepting the Contractor's Audit Report, or if the State and the contractor cannot agree on the contents or manner of incorporation of the Audit Report within 30 days after its submission, then the Agreement shall terminate and the State shall pay a fee, negotiated and agreed upon by both parties, to the Contractor. The State is not required to pay the fee under these conditions:

1. The Contractor's Audit Report does not comply with the terms of the Agreement in any material respect,
2. The total energy savings set forth in the Audit Report are less than 85% of the total energy savings proposed by the Contractor in its proposal, or
3. The net financial benefit set forth in the Audit Report is less than 85% of the net financial benefit proposed by Contractor in its proposal.

In these events, the State shall have no obligation to reimburse the contractor for the cost of preparing the Audit Report, or any negotiated fee, and may use any information contained in the report or implement any of its recommendations with no cost or obligation to the contractor.

Authorized company representative signature

Name (please print)