

 **Department of Environmental Protection**

CER02 - IDENTIFICATION OF CREDITABLE EMISSION REDUCTIONS (CERS) FOR TRANSFER

Return to: NJDEP, 401 E. State Street, 2nd floor, P.O. Box 420, Mail Code 401-02, Trenton, NJ 08625-0420

For assistance call (609) 633-8222

applicant must note that cers transfer is a two-step process. step 1: this application must be submitted to identify cers available for transfer. the department will review this application, verify the amounts of cers currently banked, and notify the applicant to submit a joint request for transfer. step 2: applicant and seller(s) must submit a joint request for transfer, along with the appropriate fee (see below), using the “joint request for transfer” form CER03. the department will then review the joint request for transfer and issue a letter confirming the transfer. any time discount and rule discount will be final at that time.

**Transfer from (seller’s information)**

|  |  |  |  |
| --- | --- | --- | --- |
| 1. Program Interest (PI) |       | 2. Facility Name |       |
| 3. Facility Location |       |

 no. street city state zip code

4. Criteria Pollutant(s) and Tons Per Year to be Transferred – one sheet per source operation

|  |  |  |  |
| --- | --- | --- | --- |
| Banking Log Number |  BK       | Source Operation |       |
| Pollutant(s): | VOC | NOx | CO | SO2 | TSP | PM10 | PM2.5 | Lead |
|  Tons/Year\*: |       |       |       |       |       |       |       |       |

\*The applicant must first calculate the amount of CERs needed for the project and the discounted value of CERs using the guidance on Page2.

 Additional help is available at <http://www.state.nj.us/dep/aqpp/permitguide/CERGuidance.pdf>.

5. Transfer of facility ownership

|  |  |  |
| --- | --- | --- |
| Transfer of facility ownership (N.J.A.C. 7:27-18.8(j)) also includes transfer of the seller's cers to the buyer and that ownership of the above referenced banking log numbers be changed to the buyer's name. | yes[ ]  | no[ ]  |

|  |  |  |  |  |
| --- | --- | --- | --- | --- |
|  |       |       |       |       |
| facility contact’s signature | name (print or type) | date | telephone | email |

**Transfer to (buyer’s information)**

|  |  |  |  |
| --- | --- | --- | --- |
| 1. Program Interest (PI) |       | 2. Facility Name |       |
| 3. Facility Location |       |

 no. street city state zip code

4. Describe the project that will use the cers and provide the bop activity # if available (attach additional sheets, if needed)

|  |
| --- |
|        |

|  |  |  |  |  |
| --- | --- | --- | --- | --- |
|  |       |       |       |       |
| facility contact’s signature | name (print or type) | date | telephone | email |

N.J.A.C. 7:27-18.8(j) banking fees table, requires a fee of $200 per source operation for the “withdrawal of credits” and $50 per source operation for the “transfer of facility ownership”. however, do not submit any fees with this application. fees will be required with the joint transfer request.

-------------------------------------------------------------------------NJDEP USE ONLY – DO NOT WRITE BELOW THIS LINE------------------------------------------------------------------------

|  |  |  |  |
| --- | --- | --- | --- |
| BK # | T # | check oneneed joint transfer request form \_\_\_\_ email sample cer/facility ownership transfer letter \_\_\_\_  |  |
| log book number | transfer number | approved - supervisor’s signatures / date |

 ---obtain from banking database administrator---



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applicant must complete this section and attach a copy of the calculations required in items 1, 2, and 3 below.

1. **Calculate the amount of Net Emission Increase (NI) for the project consistent with N.J.A.C 7:27-18.7.**

**Total NI for this Project**

|  |  |  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- | --- | --- |
| Pollutant(s): | VOC | NOx | CO | SO2 | TSP | PM10 | PM2.5 |
|  Tons/Year\*: |       |       |       |       |       |       |       |

 **NI for this Transfer** – must be equal to the amounts in Item 4 on Page 1

|  |  |  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- | --- | --- |
| Pollutant(s): | VOC | NOx | CO | SO2 | TSP | PM10 | PM2.5 |
|  Tons/Year\*: |       |       |       |       |       |       |       |

1. **Calculate the discounted value of Banked Emission Credits (BEC) identified for the project**

**Discounted Value = BEC \* RD \* TD / OR** where:

**RD** = **Rule Discount** calculated in accordance with N.J.A.C 7:27-18.8(e)

RD = 1.0 if no applicable rule change took effect.

RD = 1.0 if actual emission rate of source (when banked) is lower than new applicable standard.

RD = Ratio of new applicable standard to actual emission rate, if the rule standard has changed since banking occurred.

**TD** = **Time Discount** calculated in accordance with N.J.A.C 7:27-18.8(f) & (g)

TD = 1.0 if BEC are from over-control of emissions (no time discount applies)

TD = 1.0 if BEC are less than 5 years old

TD = 0.5 if BEC are more than 5, but less than 10 years old

TD = 0.0 if BEC are 10 years old or older

**OR =** Offset Ratiofrom Table 2 atN.J.A.C 7:27-18.5

 **Banked Value of BEC for this Project**

|  |  |  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- | --- | --- |
| Pollutant(s): | VOC | NOx | CO | SO2 | TSP | PM10 | PM2.5 |
|  Tons/Year\*: |       |       |       |       |       |       |       |

 **Discounted Value of BEC for this Project**

|  |  |  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- | --- | --- |
| Pollutant(s): | VOC | NOx | CO | SO2 | TSP | PM10 | PM2.5 |
|  Tons/Year\*: |       |       |       |       |       |       |       |

1. **Compare the CER needed for the project and the discounted value of the banked credits**

Verify if sufficient CER have been identified. If the identified CER are not sufficient, the facility must identify additional sources of BEC. If banked emission credits (BEC) are needed from more than one source, the total discounted value of the BEC for the project will be the sum of the discounted value of the BEC calculated for each source individually.

**IMPORTANT** - Note that discounting stops only when Form CER03 is submitted and the Department has issued a letter confirming the transfer. Any time discount and rule discount will be final at that time.