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September 11, 2009

Chela O'Connor
President
Midwest Renewable Energy Tracking System, Inc.

Re: Response to "Request to Investigate and Provide Proposals for Changing the M-RETS Fee Structure"

Dear Chela:

Following up on our letter from September 2, 2009 I am writing to outline the 2010 total budget for M-RETS operations. This budget will be used to revise the fee schedule and reduce the aggregate level of fees charged to M-RETS subscribers. In addition to reducing the aggregate level of fees charged, the M-RETS Board has expressed an interest to tie fees to activity in the system and potentially rely more on certificate activity fees as opposed to load-based fees. It is the intention that this fee change will be effective January 1, 2010.

APX will set fees at a level that will cover both costs for APX and M-RETS, Inc. APX will send a portion of the fee revenue to M-RETS, Inc. on a regular schedule. The projected M-RETS costs for 2010 are outlined below;

APX Cost of M-RETS operations 2010:	\$460,000
M-RETS, Inc.2010 budget:	\$204,650

Total 2010 budget	\$664,650

The revised fees for M-RETS will target an annual revenue number of \$664,650. This would represent a reduction in aggregate fees of approximately 42% compared to the projected fee revenue for 2009 as well as a 60% reduction in fees received and retained by APX compared to



2009. The APX costs include an expected annual rate-of-return for 2010 of fifteen percent with a lower lifetime annual rate-of-return.

Based on M-RETS Board approval of the aggregate budget presented in this letter, APX will present the M-RETS Board with a pricing proposal that reflects the goals set by the M-RETS Board as well as operational efficiencies for APX, Inc. As part of this proposal APX, Inc. will present the fee data that has been used to evaluate the impact of such a fee change.

Please let me know if you have any questions about this.

Sincerely,

Lars Kvale
Manager, Renewable Energy Infrastructure
APX, Inc.