



SunOne Solutions
your partner for harvesting carbon credits

2010 Application

FORESTRY OFFSETS

Afforestation

Improved Forest Management

Reforestation

COLORADO

1444 Wazee St., #310
Denver, CO 80202
(303) 500-5017

NEBRASKA

720 "O" St., Suite E
Lincoln, NE 68508
(402) 817-4317

ALABAMA

715 Ave. A, Suite 209
Opelika, AL 36801
(334) 749-6111

TEXAS

1227 Heppner Dr
Cedar Park, TX 78613
(512) 567-3165

www.sunonesolutions.com

**IN ADDITION TO THIS APPLICATION, THE FOLLOWING
DOCUMENTATION IS ALSO REQUIRED
(please include with application)**

1. Legal Ownership / Management Documents - Document showing ownership or operational control, such as:
 - Deed for Properties
 - Tax Documents
 - FSA Form 578
 - NRCS EQIP Contract
 - CSP Contract
 - Lease Agreement
2. Detailed Maps of Enrolled Land
3. Additional Requirements (SunOne can assist with the development of these documents):
 - Evidence of when plantings occurred (for afforestation areas)
 - Forest Management Plan
 - Forest Inventory and Baseline
 - Sustainable Forestry Certification
4. Other USDA/NRCS/FSA Documents (optional)

For assistance with maps, forest management plans, and other documentation please speak with your local USDA/NRCS/FSA office or your local SunOne Solutions representative.

John McDaniel 334-749-6111 or email johnm@sunonesolutions.com

John Hodges 202-415-3644 or email john@sunonesolutions.com

REGISTRY INFORMATION

All projects must be submitted for approval to a recognized registry in order to be issued carbon offsets. Buyers will almost never purchase offsets unless they are on an official registry, as the registries act as validators of the carbon offset projects. Each registry has separate rules regarding eligible projects, requirements for documentation, and pricing levels. Therefore, after an application is received and initial documents are submitted, SunOne Solutions works with the applicant to determine the best registry for their individual project. Once a registry is chosen, the applicant will be required to sign a separate contract for that particular registry.

Currently, the four major registry options are:

Registry	Year Est.	Backer	Forestry Project Eligibility	Buyers
Chicago Climate Exchange (CCX)	2003	Private firms (e.g. Goldman Sachs), European Climate Exchange	Afforestation, Improved Forest Management, REDD	Large US Companies (e.g. 15% of S&P 500), city and state govts.
Climate Action Reserve (CAR)	2006	State of California	Afforestation, Improved Forest Management	California-based, large polluters (Pacific Gas & Electric)
Voluntary Carbon Standard (VCS)	2005	APX Inc., The Climate Group	Afforestation, REDD	Various, but mostly large polluters (e.g. power company)
American Carbon Registry	1996	Winrock International	Afforestation, Improved Forest Management, REDD	Various, but mostly large polluters (e.g. power company)

PROJECT ELIGIBILITY CRITERIA

Afforestation / Reforestation

- ❖ Must involve tree plantings initiated on land that had previously been degraded or unforested
- ❖ Must maintain the enrolled land as forest for a specified period of time, determined by the registry
- ❖ Cannot involve any harvesting, including thinning, during the contract period. Projects enrolled under this protocol and subsequently harvested must follow improved forest management protocol.
- ❖ Tables or direct measurement can be used to determine carbon sequestration rates.

Improved Forest Management

- ❖ Involves working forest areas that are periodically harvested and thinned.
- ❖ Earn offsets for managed forest projects on the net changes in carbon stocks, defined as = (increases in Carbon Stocks due to growth) minus (the quantity by which carbon stocks decreased due to harvest, pest, fire and adverse weather events). Projects may experience short-term decreases in carbon stock periodically, and use banked allowances for compliance in this situation.
- ❖ Must maintain the enrolled land as forest for a specified period of time, determined by the registry.
- ❖ Must provide evidence of sustainable forest management of all of the projects managed forest land, often through a management plan and certification from agencies or schemes that have been endorsed by the PEFC (e.g. Sustainable Forestry Initiative (SFI), American Tree Farm System, or Certification, Forest Stewardship Council (FSC).
- ❖ Direct measurement is necessary in the first year, during regular intervals (often every 5 years), and in the final year to determine project baselines and sequestration rates. Growth and yield model estimates of net annual changes in carbon stocks will be used for all years.

Urban Tree Planting

- ❖ Must involve tree plantings in urban areas on land that had been degraded or unforested.
- ❖ Tables are often used to determine carbon sequestration rates.
- ❖ Must maintain the enrolled land as forest for a specified period of time, determined by the registry.

STATEMENT OF PARTICIPATION IN FOREST OFFSET PROGRAM

I, _____, hereby apply for participation in a carbon offset pool managed by SunOne Climate Solutions LLC (hereafter "SunOne Solutions ") and to authorize SunOne Solutions to register my qualifying Forestry Offsets earned on property that I own or control with a carbon offset registry.

I understand that I have the option to opt-out of the program prior to SunOne Solutions contracting a verifier for my property. If I decide to proceed with carbon offset registration, I understand that I will sign a separate contract which will bind my participation for a specified number of years.

I hereby agree that the following forestland shall participate in the forestry offset program managed by SunOne Solutions:

_____ acres of afforestation

_____ acres of improved forest management

_____ acres of urban tree plantings

_____ **TOTAL acres**

I further agree to abide by the rules of the registry chosen for offsets earned for the forestland which I am enrolling.

Sellers Signature

Printed Name

Date

APPLICANT BACKGROUND INFORMATION

PROJECT OWNER INFORMATION	
Seller's First and Last Name:	
Address:	
City, County, State, Zip:	
Business Name (if applicable)	
Address:	
City, County, State, Zip:	
Email address:	
Phone:	Cell:
PAYMENT SPLITS (TOTAL MUST EQUAL 100%)	
Seller's Name:	% Payout:
Other Payee Name:	% Payout:
Other Payee Name:	% Payout:
Seller's Signature:	Date:

The Seller, by signature hereto in this document, authorizes the payment of the percentages to the parties listed above

SUNONE SOLUTIONS – BUSINESS TERMS AND CONDITIONS

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SunOne Solutions Service Fee:	As the carbon offset aggregator, SunOne Solutions will receive a Service Fee of 10% of gross registered forestry offsets, before any offsets are placed in buffer/reserve pool accounts and registration fees are paid. This Service Fee (taken as offsets in-kind) will be deducted at project registration
Verification Costs and Registration Fees:	Verification costs and registration fees will be covered by the Project Owner. These costs can be taken as equivalent offsets in-kind and deducted at project registration, or the Project Owner may pay these costs in cash.
Project Owner Sales:	SunOne Solutions acts as the Project Owner’s broker on the chosen registry. Registered offsets are held in SunOne Solutions’ account, but sales transactions are conducted at the discretion of the Project Owner. At the time of project registration, the Project Owner will receive detailed instructions from SunOne Solutions on how to request SunOne Solutions to conduct sales on their behalf. The Project Owner payment covered by this contract shall be based on the net sales proceeds received from sales transaction.
Carbon Offset Rate:	Offsets will accrue for the enrolled land at the applicable rate for the eligible land improvement practices as defined by the registry. SunOne Solutions can provide the Project Owner with their specific offset rates upon request.
Forest Carbon Buffer / Reserve Pool:	Approximately twenty percent (20%) of the gross forestry offsets shall be held in a Buffer / Reserve Pool by the registry until the end of the contract period or until they are released by the registry. After this date, the Buffer / Reserve Pool offsets will be eligible for sale if the Project Manager has adhered to the terms and conditions of the registry. These reserve offsets are held in case there is a need to compensate for any catastrophic losses or non-compliance. No SunOne Solutions’ Service Fee offsets will be held in the Buffer / Reserve Pool.

I hereby agree to the above SunOne Solutions Business Terms and Conditions.

Sellers Signature

Printed Name

Date