

## Green Bond Fact Sheet

SHREC		Date: 11/07/2019	
Issue date: 02-04-2019 Maturity date: 15-06-2044 Tenor: 25.2			
Issuer Name	SHREC ABS 1 LLC	Amount Issued	USD38.6m
Country of risk	USA	CBI Database	Included
Issuer Type <sup>1</sup>	ABS	Bond Type	Solar ABS
Green Bond Framework	N/A	Second party opinion	N/A
Certification Standard	Not certified	Assurance report	N/A
Certification Verifier	N/A	Green bond rating	<a href="#">KBRA</a> (A- and BBB-)
Use of Proceeds			
<input checked="" type="checkbox"/> Energy	<input checked="" type="checkbox"/> Solar <input type="checkbox"/> Onshore wind <input type="checkbox"/> Offshore wind <input type="checkbox"/> Geothermal <input type="checkbox"/> Hydro	<input type="checkbox"/> Tidal <input type="checkbox"/> Biofuels <input type="checkbox"/> Bioenergy <input type="checkbox"/> District heating <input type="checkbox"/> Electricity grid	<input type="checkbox"/> Energy storage <input type="checkbox"/> Energy performance <input type="checkbox"/> Infrastructure <input type="checkbox"/> Industry: components <input type="checkbox"/> Adaptation & resilience
<input type="checkbox"/> Buildings	<input type="checkbox"/> Certified Buildings <input type="checkbox"/> HVAC systems <input type="checkbox"/> Energy performance	<input type="checkbox"/> Water performance <input type="checkbox"/> Energy storage/meters <input type="checkbox"/> Other energy related	<input type="checkbox"/> Industry: components <input type="checkbox"/> Adaptation & resilience
<input type="checkbox"/> Transport	<input type="checkbox"/> Electric vehicles <input type="checkbox"/> Low emission vehicles <input type="checkbox"/> Bus rapid transit <input type="checkbox"/> Passenger trains <input type="checkbox"/> Urban rail	<input type="checkbox"/> Freight rolling stock <input type="checkbox"/> Coach / public bus <input type="checkbox"/> Bicycle infrastructure <input type="checkbox"/> Energy performance	<input type="checkbox"/> Transport logistics <input type="checkbox"/> Infrastructure <input type="checkbox"/> Industry: components <input type="checkbox"/> Adaptation & resilience
<input type="checkbox"/> Water & wastewater	<input type="checkbox"/> Water distribution <input type="checkbox"/> Water treatment <input type="checkbox"/> Wastewater treatment <input type="checkbox"/> Water storage	<input type="checkbox"/> Storm water mgmt <input type="checkbox"/> Flood protection <input type="checkbox"/> Desalination plants <input type="checkbox"/> Erosion control <input type="checkbox"/> Energy performance	<input type="checkbox"/> Infrastructure <input type="checkbox"/> Industry: components <input type="checkbox"/> Adaptation & resilience
<input type="checkbox"/> Waste management	<input type="checkbox"/> Recycling <input type="checkbox"/> Waste prevention <input type="checkbox"/> Pollution control	<input type="checkbox"/> Landfill, energy capture <input type="checkbox"/> Energy performance <input type="checkbox"/> Infrastructure	<input type="checkbox"/> Waste to energy <input type="checkbox"/> Industry: components <input type="checkbox"/> Adaptation & resilience

<input type="checkbox"/> Land use & agriculture	<input type="checkbox"/> Afforestation/parks <input type="checkbox"/> Land remediation <input type="checkbox"/> Sustainable agriculture <input type="checkbox"/> FSC Forestry <input type="checkbox"/> Energy/water efficiency <input type="checkbox"/> Adaptation & resilience <input type="checkbox"/> FSC Cellulose & paper
<input type="checkbox"/> Other	<input type="checkbox"/> Adaptation & resilience <input type="checkbox"/> ICT <input type="checkbox"/> Industry: process
<b>Issue details</b>	
<b>Reporting</b>	
<b>Company information</b>	<p>A Solar Home Renewable Energy Credit (“SHREC”) is a solar incentive that allows homeowners to sell certificates for energy to their utility.</p> <p>The Connecticut Green Bank is a quasi-public corporation established in 2011 to develop and implement strategies that bring down the cost of clean energy in order to make it more accessible and affordable to consumers in the residential, commercial, and industrial sectors.</p>
<b>Firsts, records and certifications</b>	First ABS deal from the state of Connecticut.
<b>Proceeds description</b>	<p>The notes are backed by the proceeds from the sale of solar renewable energy credits (“SHREC Receivables”), generated under Connecticut Green Bank’s SHREC programme to Connecticut’s two investor-owned utility companies, The Connecticut Light and Power Company, a.k.a. Eversource Energy, and United Illuminating Company, under two Master Purchase Agreements (MPAs).</p> <p>The SHRECs will be generated from solar PV systems participating in Connecticut Green Bank’s Residential Solar Investment Program. The bank aggregates these SHRECs into annual tranches and sells them to the utility companies at a fixed, predetermined price over a 15-year period. The SHRECs in this transaction will be generated from 6,788 PV Systems in Tranche 1 and 7,250 PV Systems in Tranche 2. Under the two MPAs, Eversource is required to purchase 80% of the SHRECs created within each tranche and United Illuminating is required to purchase the remaining 20%.</p>
<b>Climate Bonds view</b>	<p>The SHREC approach to funding residential solar and the fixed price of the credits provides certainty to utility companies and investors. It also demonstrates how local government can incentivise a shift to solar: The Green Bank provides incentives to homeowners and third-party system owners to deploy residential PV Systems, and acquires the renewable energy certificates pursuant to Public Act No. 16-212 and Public Act No. 15-194.</p> <p>The state of Connecticut’s strategy includes a goal of achieving 20% electricity production from renewable sources by 2020.</p>
<b>Underwriters</b>	Connecticut Green Bank (originator); BNY Mellon (trustee)
<b>Deal comments</b>	
<b>Credit Rating</b>	A-, BBB- (KBRA)
<b>Pricing summary</b>	
<b>Investors summary</b>	

<sup>1</sup> Issuer categories: ABS, development bank, financial corporate, government-backed entity, loan, local government, non-financial corporate, sovereign