



WERC-2, Inc.
4 Barlows Landing Road, Suite 19
Bourne, Massachusetts 02559
Telephone: 508 564-6200

July 22, 2011

Logansport Municipal Utilities

601 E. Broadway, Room 101

Logansport, IN 46947

Attn: Offices of Superintendent

Re: Proposal response to LMU Electric Generating Plant Utilization RFP

Dear Mr. Hartman

WERC-2, Inc. is pleased to submit this proposal in response to your Request For Proposals. Our product **EcoTac**, is a proprietary engineered fuel which is patent pending. This proposal is centered on providing Logansport with an alternative fuel with an economic, regulatory and environmental advantage to increase the efficiency and profitability of your generating station.

Executive Summary

WERC-2, Inc. manufactures an alternative fuel specifically targeted to supplementing the coal fuel market. With recent changes enacted by the EPA, many coal fired plants find themselves out of compliance. Our fuel **Eco-Tac** resolves that dilemma.

Benefits of using EcoTac include:

- More cost competitive than coal
- Consistent BTU values ranging from 13,000 -14,500 (See attached Standard Laboratories Reports)
- Less fuel (tonnage) will be consumed due to higher BTU values over coal
- Consistent product composition
- Significantly lower levels in sulfur, chlorine and ash with virtually no mercury, resulting in much cleaner air emissions that will comply with the most recent EPA requirements (See attached Standard Laboratories Reports)
- **EcoTac** does not require any modifications or retrofit to your existing Boilers; it can be co-fired with or used in lieu of coal.
- **EcoTac** produces minimal slag.



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EcoTac allows your generating station to decrease costs of producing electricity, operate more cleanly and requires no changes to your current operations or equipment. When compared on a BTU basis **EcoTac** provides a greater cost savings, than using all coal in your plant.

Cost Proposal:

EcoTac price is \$ 75-\$ 95 per ton based on volume purchased, price includes all material and all freight costs delivered to the plant's yard at 824 Michigan Avenue, Logansport, Indiana.

First Delivery: No later than end of 2nd quarter 2012

Background and Qualifications Data

Company Information:

WERC-2, Inc
4 Barlows Landing Road
Pocasset, MA 02559
Tel: 508-564-6200
Contact: Jerry O'Brien
Email: jobrien@werc-2.com

Personnel:

See Attachment "Executive Talent"

Legal Entity and Year established:

A Delaware Corporation formed 2010

Ownership Change over the last 10 year:

None

Years in developing renewable energy sources:

3 years



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We look forward to assisting Logansport Municipal Utilities to be able to provide clean and more cost effective electricity to its customers.

Sincerely,

A handwritten signature in blue ink, appearing to read "JO'Brien".

Jerry O'Brien

Vice President

cc.br