	DOCKET 08-CRI-1		
1 2 3 4 5 6 7 8 9	STEVEN H. FRANKEL (State Bar No. 171919) SONNENSCHEIN NATH & ROSENTHAL LLP 525 Market Street, 26th Floor San Francisco, CA 94105-2708 Telephone: (415) 882-5000 Facsimile: (415) 882-0300  BRETT A. CRAWFORD SONNENSCHEIN NATH & ROSENTHAL LLP 1301 K Street, N.W. Suite 600, East Tower Washington, DC 20005-3364 Telephone: (202) 408-6400 Facsimile: (202) 408-6399		
10	STATE OF CALIFORNIA		
11	ENERGY RESOURCES CONSERVATION		
12	AND DEVELOPMENT COMMISSION		
14 15	CALIFORNIA LIVING & ENERGY (a Docket Number 08-CRI-01 division of William Lilly & Associates, Inc.) and DUCT TESTERS, INC.,		
16	Complainants, Affidavit of Richard Smith		
17	vs.		
18 19 20	MASCO CORPORATION and ENERGYSENSE, INC., Respondents.		
21 22 23	Being first duly sworn under oath, Richard Smith deposes and states as follows:  1. I am the Manager of Masco Contractor Services of California, Inc. I have		
24	personal knowledge of all facts set forth below. In my capacity as Manager of Masco		
25	Contractor Services of California, Inc., I am responsible for overseeing the management,		
26	operations and performance of the company.  2. Masco Contractor Services of California, Inc. is an indirect wholly-owned		
27	2. Masco Contractor Services of California, Inc. is an indirect wholly-owned subsidiary of Masco Corporation that also operates under the assumed names of "Paragon"		
28	Schmid Building Products" and "Schmid Building Products."		

- 3. Masco Contractor Services of California, Inc. installs insulation in California homes.
- 4. Masco Contractor Services of California, Inc. does not install ductwork in California homes, nor any other improvement (besides insulation) that is subject to Title 24 HERS field verification or testing.
- 5. Masco Contractor Services of California, Inc. does not receive direction from Masco Corporation regarding insulation installation work or HERS testing governed by Title 24 HERS requirements.
- 6. Masco Contractor Services of California, Inc. has provided no loans, cash advances or any other financing to EnergySense, Inc.
- 7. Masco Contractor Services of California, Inc. provides invoicing and payment collection services for EnergySense, Inc. in exchange for the ability to offer a more comprehensive set of services to builders.
- 8. Bids submitted to builders by Masco Contractor Services of California, Inc. for installation and for field verification and diagnostic testing by HERS raters employed by EnergySense, Inc. are generally evaluated by the builders on a standalone basis, allowing the builders to pick from a variety of service options.
- 9. Payments received by Masco Contractor Services of California, Inc. from builders for field verification and testing services performed by a HERS rater employed by EnergySense are passed through to EnergySense in their entirety without any administrative or other charge subtracted from the total payment by Masco Contractor Services of California, Inc.

I swear or affirm, under penalty of perjury under the laws of the State of the California, that all facts set forth herein are true and correct.

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FURTHER AFFIANT SAYETH NOT.

Executed this  $\frac{24}{9}$  day of March, 2009.

Kill G. Got

Richard Smith

State of CALIFORNIA))

County of SAN BERNARDINO

On March 24, 2009 before me, Monte Rose Ranshar Notary Public, personally appeared Richard Smith, who provided to me on the basis of satisfactory evidence to be the person(s) whose name(s) is/are subscribed to the within instrument and acknowledged tome that he/she/they executed the same in his/her/their authorized capacity/ins, and that by his/her/their signature(s) on the instrument the person(s), or the entity upon behalf of which the person(s) executed the instrument.

I certify under PENALTY OF PERJURY under the laws of the State of California that the foregoing is true and correct.

WITNESS my hand and official seal.

Monty Rose Renshaulsen

Notary Public

MONTE ROSE RENSHAW
COMM. #1827826
Notary Public - California
San Bernardino County
y Comm. Expires Dec. 22, 2012

I declare under penalty of perjury under the laws of the State of California that the foregoing is true and correct, and that this declaration was executed on March 27, 2009, at San Francisco, California.

Diane Vair Donner

Diane Vivian Donner

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