Received: 04/28/2017

Status: CANCELLED
Effective Date: 05/01/2017

GENERAL INFORMATION (Cont'd)

II.31. PARTNERSHIP TO REVITIALIZE THE INDUSTRIAL MANUFACTURING ECONOMY OF WNY ("PRIME-WNY")

A. Program Description

The Company shall be permitted to buydown the initial capital cost of system improvements, house piping, or customer gas fired equipment for qualifying Customers. The Customer shall compensate the Company for the amount of the capital cost buydown through the incremental revenues derived from the Customer's transportation service contract with the Company. The Company may enter into a contractual arrangement with the Customer to recover any amount of the buydown above revenues generated by the tariff rate.

B. Qualifying Customers

Customers that install incremental natural gas fired equipment on their premises. Customer agrees that for the term of the contract (which may vary by Customer) the Company shall be their sole provider of natural gas delivery services. Customers must take service from the Company under one of the following Service Classifications: SC 13 TC 1.1, SC 13 TC 2.0, SC 13 TC 3.0, SC 13 TC 4.0, SC 13 TC 4.1, SC 15, SC 16, SC 17, SC 18 TC 1.1, SC 18 TC 2.0, SC 18 TC 3.0, SC 18 TC 4.0, or SC 18 TC 4.1.

C. Term

The Company shall be permitted to enroll Customers into this program through March 31, 2018. The contract term with Customers shall be established through negotiations with the Customer. The maximum length of any contract term negotiated with a Customer under this program shall be six years.

D. Total Limit on Capital Cost Buydowns

The facility cost buydowns under this program shall not exceed $6 million.

E. Metering

Metering shall be installed which will permit the incremental usage of the qualifying facilities and equipment to be separately identified from other Customer applications.

F. Third Party Financing Option

Customers installing qualified equipment under this provision of the tariff may choose a third party financing option in lieu of Company funding of the facilities cost buy down. If the customer chooses third party funding the customer may receive a 50% discount on the volumetric portion of the otherwise applicable transportation tariff rate for incremental volumes associated with the qualified equipment. The customer may receive the discount for a seven year period. Customers choosing to apply for the third party funding option of this provision must contact the Company at least six months before installation of the equipment so that the Company has sufficient time to determine whether the equipment qualifies for a discounted rate under this provision. All other terms and conditions of the Company's tariff (including any