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 3, 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 November 30, 2021. 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 seven years, in compliance with the Commission's May 15, 2018 Order in Case 14-G-0551.

D. Total Limit on Capital Cost Buydowns

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

E. Incremental Usage

Incremental usage of the qualifying facilities and equipment must be separately identified from other Customer applications for results reporting purposes. This may require additional metering, based upon the physical layout of the Customer's qualifying facilities and equipment.

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