Received: 05/28/2015 Status: CANCELLED Effective Date: 06/01/2015

PSC NO. 8 GAS

NATIONAL FUEL GAS DISTRIBUTION CORPORATION

INITIAL EFFECTIVE DATE: 06/01/2015

ISSUED IN COMPLIANCE WITH ORDER IN CASE NO. 14-G-0551 DATED 05/15/15

LEAF: 148.16

REVISION: 1

SUPERSEDING REVISION: 0

GENERAL INFORMATION (Cont'd)

# II. 53. 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. Such incremental revenues shall exclude \$0.10 per Mcf charged to the customer and deferred for rate payer benefit pursuant to the Commission's Order in Case 14-G-0551 issued and effective May 15, 2015. 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 13D TC 1.1, SC 13D TC 2.0, SC 13D TC 3.0,SC 13 D TC 4.0, SC 13 D TC 4.1, SC 13M TC 1.1, SC 13M TC 2.0, SC 13M TC 3.0, SC 13 M TC 4.0, SC 13 M TC 4.1, SC 16, SC 17, SC 21, or SC 23.

## 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 seven 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.