nationalgrid

3-PHASE POWER INCENTIVE PROGRAM

<u>Note to state, regional, and local economic developers</u>: If you intend to use this program as part of an overall incentive offer to a company, you must submit a written request to National Grid's Economic Development Department in advance of the project announcement.

Program Summary

National Grid's Upstate New York service territory includes a significant number of small businesses and agri-business customers, whose growth at their current location is limited by the lack of three-phase power to the site. Often these customers are located in remote locations, on electric distribution circuits that do not have enough other customers to share the cost of extending three-phase service and make it economical.

The **3-Phase Power Incentive Program** provides grants to help fund the extension of three-phase electric service to eligible National Grid customers.

Minimum Program Requirements: Please review the program requirements and guidelines below prior to completing an application for funding.

Note: Program assistance is only available to customers in good standing, located within National Grid's Upstate New York franchise territory. Applicants must be current in payments with National Grid or have executed a deferred payment agreement with the Company.

To be eligible for this program, the **applicant** must:

- □ Be the owner of the eligible facility;
- □ Demonstrate that they have evaluated alternatives to a three-phase power extension, such as on-site generation using renewable energy alternatives or written pole motors;
- Demonstrate the ability to retain and/or attract jobs and capital investment; and
- □ Demonstrate that three-phase power is necessary to serve an increase in the customer's electric load at that facility.

To be eligible for this program, the **facility** must:

- □ Receive electric service from National Grid; and
- □ Be classified as one of the following industry sectors:
 - Manufacturing
 - Regional warehousing/distribution center
 - Scientific research and development
 - Agri-Business
 - Tourism related NAICS code
 - Mining & Quarrying*

^{*}Proposed changes to existing programs are identified in red.

Funding and Eligibility Guidelines:

Program funding and parameters are established annually by National Grid. Grants are available on a continual basis until all funding is expended or until the end of National Grid's current rate agreement. Funding is released to a grant award recipient only after the recipient has met all conditions of the program. In all circumstances, funding should be viewed by the applicant as a reimbursement for work completed following grant approval in the form of an award letter.

The grant award recipient should expect to execute a Funding Agreement with National Grid. The Agreement will outline expectations of the grant program and the conditions for the release of funds.

Grant amounts listed are the maximum allowable award for each program. Each application is evaluated on a variety of factors, resulting in some not receiving the maximum grant award.

If you are applying to more than one program for the same project, you must indicate that clearly on the application.

Under no circumstance will funding be released after the expiration of the Company's current rate agreement or without prior written consent from National Grid.

- □ Total amount of grant available to an applicant for a facility is \$300,000*, except as noted below.
- □ Program funds may only be used to reduce the applicant's cost for extending three-phase service to the eligible facility, except as noted below.
- □ At a minimum, the customer must fund at least twenty-five percent (25%) of total project costs.
- □ Program funds cannot exceed the estimated cost of electric service infrastructure improvements related to the project.
- □ Project must show evidence that a comprehensive assessment of energy efficiency measures was fully investigated and provide documentation pertaining to any completed or pending applications for energy efficiency incentives.
- Where National Grid and the customer agree that an alternative to three-phase electric delivery service should be implemented using renewable energy technologies (examples include wind, solar, biomass, or hydropower), the grant may be used to offset up to fifty percent (50%) of the customer contribution to the project. The renewable generation must be for the customer's sole use and cannot be resold to other customers. The renewable generation installation must be connected and operated in accordance with the Company's Tariff. The total amount of funding available to an applicant installing renewable energy technologies on their premise is \$400,000. Grant funds cannot exceed the estimated cost of the otherwise applicable three-phase line extension. Renewable funding requests should also be submitted to the New York State Energy Research and Development Authority (NYSERDA). Information about NYSERDA programs is available at www.nyserda.org.

How to Apply

To apply for the 3-Phase Power Incentive Program please:

Complete the program application online; and
Upload all required documentation as noted at the end of your online
application.

If you need assistance in completing the application, please contact Karen Mousaw via email at <u>Karen.Mousaw@nationalgrid.com</u>.