

Energy Savings Programs Launched in New York



We are very pleased to announce that New York and Long Island Energy Efficiency Programs went into effect on August 1, 2007. They serve both home and business customers with a variety of offers and rebates to save energy efficiency through education, awareness and the installation of gas efficiency measures.

How do these programs benefit employees and the Company?

These programs help the Company serve the community, serve constrained gas supply territories and meet our regulatory obligations. Energy savings provides a solution, which employees can recommend, to customers with high bill complaints. Efficiency reduces energy costs, making natural gas even more affordable.

How do efficiency programs help customers?

Efficiency programs help customers save energy and are an excellent solution for high bill complaints.

Residential customers can begin with the Online Home Energy Analyzer at

<http://www.energyguide.com/redirect.asp?referrerid=242&sid=461> or by calling 1-800-860-0815 to schedule a free National Grid In Home Energy Assessment.

What programs are available?

Over a dozen programs for residential and commercial customers are available, see a complete listing on page 2.

Which customers qualify for the new energy efficiency programs?

Residential gas heating and water heating customers as well as new construction, rehab and added load projects qualify. Businesses, including multi-family, on a firm gas tariff qualify. Commercial customers on interruptible and temperature control rates do not qualify at this time. Projects include retrofits, renovations, new construction.

Do oil-to-gas heat conversion customers qualify?

Customers converting from oil to natural gas heat cannot participate in the residential or commercial High Efficiency Heating Programs, (HEHE). However, once a customer has converted he may participate in other efficiency programs.

Is it likely that the restriction on oil conversion customers will be eliminated?

A permanent program is being negotiated collaboratively with other parties to the settlement agreement. In the future this restriction may be eliminated. Changes are subject to PSC approval.

How can a customer learn more or participate in the programs?

Customers can log onto www.thinksmarthinkgreen.com for more information or

- Residential Customers call **1-800-292-2032**
- Business Customers call **1-800-843-3636**
- Low-Income Customers call **1-800-929-2825 ext 8002**

If a customer installed qualifying measures since August 1st 2007 can he still participate?

Yes, customers can visit the website and download rebate applications or call to receive them by mail.

What are the income requirements for Low Income Weatherization?

Customers must have a verifiable income of 60% or less of New York State median. See the following:

2007 Estimated NY State median income: 4-person family	60% of Estimated New York State Median Income					
	1-Person Family	2-Person Family	3-Person Family	4-Person Family	5-Person Family	6-Person Family
\$67,857	\$22,512	\$29,448	\$36,372	\$43,308	\$50,232	\$57,156

Will there be advertising to promote these programs to customers?

Yes, a comprehensive metro New York advertising campaign featuring TV, radio, print advertising, direct mail and bill inserts begins in September and continues until October.

2008 Energy Efficiency Programs: New York City & Long Island

1-800-292-2032 for Residential Rebate Information / 1-800-860-0815 for In-Home Energy Assessments	
High-Efficiency Heating	<ul style="list-style-type: none"> ▪ \$100 rebate for forced hot air furnaces (90%+ AFUE* rating) ▪ \$400 rebate for forced hot air furnaces (92%+ AFUE* & ECM Motor or equivalent) ▪ \$200 rebate for steam w/electronic ignition boilers (82%+ AFUE* rating) ▪ \$500 rebate for forced hot water boilers (85%+ AFUE* rating) ▪ \$800 rebate for forced hot water boilers (90%+ AFUE* rating) <p><i>This program is available for gas to gas replacements or electric or propane conversion only. Oil-to-gas conversion does not qualify.</i></p>
High-Efficiency Indirect & On-Demand Tankless Water Heating	<ul style="list-style-type: none"> ▪ \$300 cash rebate for Indirect-fired water heaters attached to an ENERGY STAR® rated forced hot water boiler. ▪ \$300 rebate for On-demand tankless water heating unit (.82+ EF** & Electronic Ignition).
Weatherization	<ul style="list-style-type: none"> ▪ Rebate of 20%, up to \$750 max, for qualifying insulation and weatherization measures installed by participating contractors only. Includes insulation, ventilation, air sealing, etc.
Low Income Weatherization	<ul style="list-style-type: none"> ▪ Low income qualification income level is 60% of the state median income (see page 1). Funding is available up to \$4,500 per customer. Call 1-800-929-2825 ext 8002.
Online Home Energy Analyzer	<ul style="list-style-type: none"> ▪ Assessment of home energy use, bill analysis and energy recommendations online at http://www.energyguide.com/redirect.asp?referrerid=242&sid=461.
In home Energy Assessment	<ul style="list-style-type: none"> ▪ Our Efficiency Experts visit your house and provide recommendations to make your home more energy efficient. Call 1-800-860-0815.
ENERGY STAR® Replacement Windows & Thermostats	<ul style="list-style-type: none"> ▪ \$10 per window each qualifying ENERGY STAR® labeled window (U-factor .35 or less). ▪ \$25 rebate each, for up to two, ENERGY STAR® labeled programmable thermostats. <p><i>ENERGY STAR® windows and thermostats significantly improve heating and cooling comfort while reducing monthly heating and cooling bills.</i></p>
ENERGY STAR® Homes	Free plan review and certification for new ENERGY STAR® residential construction. <i>These homes use at least 30% less energy than required by the National Model Energy Code.</i>
Residential Building Practices/ Demonstration	This program provides funding toward new or underutilized energy efficient technologies; i.e. Micro CHP, Solar thermal applications, Combustion controls, Advanced duct systems, etc.
Boiler Reset Controls	\$100 Customer rebate on boiler reset controls installed on post manufactured boilers, pre manufactured units are excluded.

Visit www.thinksmarthinkgreen.com for more information.

1-800-843-3636 for Commercial Programs	
Commercial & Multi Family Energy Efficiency Programs	<ul style="list-style-type: none"> ▪ Includes Energy Audits, Prescriptive Energy Rebates and Custom Energy Rebates. ▪ Energy Audit is conducted, recommendations made and technical assistance provided for installation of energy saving measures. ▪ New construction design assistance and energy modeling services identify potential energy savings and provide payback estimate for efficiency options. ▪ Engineering grants and matching grants for complex projects and feasibility studies. ▪ 50% matching grants, up to \$100,000, per project for qualifying therm saving measures.
High-Efficiency Heating & Water Heating	Rebates up to \$6,000 for high efficiency furnaces (90% AFUE), boilers (85% thermal efficiency) or steam boilers (82% thermal efficiency).
Economic Redevelopment	50% matching grants, up to \$100,000, per project, for energy saving measures in commercial properties in designated Empire Zones, Economic Target Areas in NY.
Technology Demonstration	This program provides funding toward new or underutilized energy efficient technologies including gas compressors, fuel cell heat recovery, innovative gas A/C, advanced combustion controls, AHU controls, etc.
Emerald Network	Support provided to projects pursuing certification for green building or for projects that are incorporating renewable technology. Some examples include LEED certification and solar.

*Annual Fuel Utilization Efficiency

** Energy Factor

Valid for purchases/installations 8/1/07 to 12/31/08. Restrictions apply and offers are subject to change.