

# OHIO VALLEY GAS CORPORATION

## OVG NOTICE NO. 01-23

January 13, 2023

**To:** OVG Information Website

**Subject:** 2023 Residential/Commercial Incentive Program

**Enclosures:** (1) SAMPLE OVG FORM NO. 203 (01/23) (INCENTIVE APPLICATION – RESIDENTIAL/SMALL COMMERCIAL)

1. **PURPOSE:** To promulgate the 2023 residential and small commercial customer incentive program.
2. **PROGRAM:** The 2023 program will operate as follows:
  - a. The program will begin January 1, 2023 and terminate when all allocated funds have been reserved/expended or December 31, 2023, whichever occurs first.
  - b. The program will work on the reservation principle. Customers seeking an incentive payment need to make a reservation application between January 1, 2023 and December 31, 2023, and prior to the installation of eligible equipment.
  - c. The program is reviewed annually and necessary changes made. No other employee can alter/change/delete/add to the published rules without reviewing with the undersigned.
  - d. The program is **NOT** an authorized tool to be utilized in acquiring rights-of-way for main extensions.
  - e. The program is limited to residential and small commercial customers of Ohio Valley Gas ("OVG"). For purposes of this program, "small commercial" shall be defined as having a total connected natural gas requirement of not more than 1,000 cfh (CUBIC FEET PER HOUR).
  - f. The following specifics are applicable to the 2023 incentive program:
    - (1) The premises to be served must be located in OVG-certificated territory and on or near OVG distribution mains or the applicant must agree to financially assist (IF REQUIRED) in the extension of the distribution facilities required to provide the desired service.
    - (2) The installation of a new natural gas heating system or water heater in an existing home or business must be completed in accordance with all applicable code requirements and shall be subject to OVG inspection.
    - (3) To qualify, applicant (HOMEOWNER, CONTRACTOR, LANDLORD OR BUSINESS OWNER/AUTHORIZED AGENT) must complete and submit a signed OVG Form No. 203 – Reservation Application For Incentive.
    - (4) Required efficiency ratings for natural gas furnaces remain unchanged.
    - (5) Energy Factor (E.F.) requirements for natural gas water heaters have changed slightly for 2023.

Each reservation application for incentive shall be reviewed by the District Manager, or his designee, for eligibility, completeness, and availability of unallocated rebate funds. Upon determination that all is in order, the District Manager, or his designee, shall enter the reservation application on OVG Form No. 203A – Incentive Allocation Control Sheet, assign a consecutive number to the Reservation Application Form, approve the application by affixing his signature and date, and forward a copy to the applicant.

**APPLICANT THEN HAS 60 DAYS FOR COMPLETION OF THE INSTALLATION. IF INSTALLATION WILL NOT BE COMPLETED WITHIN 60 DAYS, APPLICANT MUST CONTACT OVG AND REQUEST AN EXTENSION OF THE APPLICATION OR INCENTIVE SHALL BECOME VOID AND THE FUNDS RESERVED WILL BE RELEASED TO OTHERS.**

Upon completion of the installation, the customer must submit the appropriately signed reservation application form to OVG along with the applicable receipts/documentation covering the equipment installation/conversion.

(6) The 2023 incentive amounts are as follows:

	NEW CONSTRUCTION OR CONVERSION <u>(ELECTRIC TO GAS)</u>	CONVERSION <u>(OTHER TO GAS)</u>	REPLACEMENT <u>(GAS FOR GAS)</u>
(a) Heating System Installations			
• Furnace (90% EFFICIENT OR GREATER)	\$400.00	\$300.00	\$150.00
• Furnace (80-89%) EFFICIENT)	\$200.00	\$150.00	\$100.00
• Space Heater (30,000 BTU AND UP)	\$100.00	\$ 75.00	\$ 50.00
• Conversion of Existing Furnace		\$ 75.00	
• Fireplace/Gas Log Set	\$100.00	\$ 75.00	\$ 50.00
(b) Water Heaters Installations			
• Energy Factor (EF) = 0.82 or greater *	\$400.00	\$250.00	\$150.00
• Energy Factor (EF) = 0.64-0.81	\$300.00	\$150.00	\$100.00
• Energy Factor (EF) = 0.63 or less * Tankless/Instantaneous Units	\$200.00	\$100.00	\$ 50.00
(c) Swimming Pool Heater	\$100.00	\$ 75.00	\$ 50.00
(d) Clothes Dryer	\$100.00	\$ 75.00	\$ 50.00
(e) Kitchen Range (COOK-TOP AND OVEN)	\$100.00	\$ 75.00	\$ 50.00

- (7) An OVG Team Member must physically verify that the installation/conversion of program eligible equipment has been completed and meets OVG specifications. Further, verification requires checking the make/model/serial numbers of the equipment against the customer provided information on receipts/documentation.
- (8) OVG Instruction No. 03-00 addresses OVG's policy on property owner's yard/fuel line installations/replacements. Approved incentives (rebates) under this program may, at the discretion of the District Manager, be used to offset or reduce applicable yard/fuel line costs.
- (9) The incentive, when properly authorized and physical inspection has been completed, shall be disbursed from the Manager's Working Fund and Account 879.X used as the proper distribution or applied as per (6) above.
- (10) Completed OVG Form No. 203 as applicable, shall be forwarded to the General Office, Attention Scott Miller, promptly upon issuance of the incentive check.
- (11) Each District Manager, or his designee, is expected to maintain strict accounting control of funds allocated and disbursed. The District Manager, or his designee, shall enter the date funds were disbursed on OVG Form No. 203A – Incentive Allocation Control Sheet, which shall be forwarded to the General Office, Attention Scott Miller, on the **last working day of each month.**

(12) The allocation of budgeted funds for the 2023 program is:

	<b><u>Incentive</u></b>
(a) Portland	\$10,000
(b) Winchester/Union City	\$35,000
(c) Connersville	\$40,000
(d) Tell City (TGT)	\$30,000
(e) Tell City (ANR)	\$ 5,000
(f) Tell City (MGT)	\$ 5,000
(g) Sullivan	\$25,000

(13) District Manager may request additional funds as (if) needed. Any such request(s) will then be approved or disapproved, depending upon the availability of funds.

3. **EXPIRATION:** This Notice will expire on 12/31/2023.

Scott A. Miller  
Director of Gas Supply/Customer Relations

SAM:cdt