RE: CHANGES TO SOUTHWEST GAS SOUTHERN NEVADA REBATE PROGRAMS

Dear Industry Partner:

Thank you for being a valued trade ally, for promoting the efficient use of natural gas, and for helping to educate customers on the availability of Southwest Gas rebates. Since 2009, our mutual customers have enjoyed rebates from Southwest Gas on qualifying purchases. Effective January 1, 2016, many of the equipment rebates and specifications will be changing. Most notably, Southwest Gas' program to provide rebates to southern Nevada residential customers is suspended for 2016. Due to the mild climate in southern Nevada, the energy savings achieved by many of the measures is not significant enough to justify the cost of the program. Southwest Gas will continue to work with the Public Utilities Commission of Nevada to re-introduce residential rebates for 2017.

Southwest Gas would like to continue to work with you on promoting the availability of equipment rebates. A listing of all 2016 commercial rebates is provided below.

2016 Southern Nevada Commercial Rebates Program

Measure	2016 Rebate	2016 Measure Specification
Natural Gas Tankless Water	\$300	Thermal Efficiency (TE) 90 -
Heater – Tier 1		93.9% and input <u>></u> 200 MBtuh
Natural Gas Tankless Water	\$450	TE <u>></u> 94% and input <u>></u> 200
Heater – Tier 2		MBtuh
	\$1.50/MBtuh	Combustion Efficiency (CE) ≥
Natural Gas Non- Condensing Boiler		85%, input <u>></u> 750 MBtuh and
		modulating burner controls
		with minimum 5:1 turndown
		ratio. Start-up combustion
		analysis report required to
		demonstrate minimum
		efficiency and turndown ratio.
		Boilers > 10 MMBtuh must
		also be installed with an O2
		trim control pad.
	\$3.00/MBtuh	Thermal Efficiency (TE) ≥ 92%,
		input <u>></u> 750 MBtuh and
		modulating burner controls
		with minimum 5:1 turndown
Natural Gas Condensing		ratio. Start-up thermal
Boiler		analysis report required to
Bollet		demonstrate minimum
		efficiency and turndown ratio.
		Boilers <u>></u> 10 MMBtuh must
		also be installed with an O2
		trim control pad.

Modulating Burner Controls ¹	\$2.00/MBtuh	Retrofits only. Must have a minimum turndown ratio ≥ 5:1 and must be installed on boilers with an input ≥ 2 MMBtuh. Start-up combustion or thermal analysis report required to demonstrate minimum efficiency and
		turndown ratio.

2016 Southern Nevada Commercial Rebates Program (con't)

Measure	2016 Rebate	2016 Measure Specification
Steam Trap: Low-Pressure ¹	\$100	Pounds per square inch gauge (PSIG) ≤ 15. New installations or replacements only; repairs do not qualify.
Steam Trap: High-Pressure ¹	\$150	PSIG ≥ 16. New installations or replacements only; repairs do not qualify.
Natural Gas Griddle	\$200	ENERGY STAR or Fisher-Nickel qualified
Natural Gas Steamer	\$500	ENERGY STAR or Fisher-Nickel qualified
Natural Gas Fryer	\$750	ENERGY STAR or Fisher-Nickel qualified
Natural Gas Conveyor Oven	\$750	Cooking Efficiency (CE) ≥ 42% and Idle Energy Rate (IER) ≤ 57,000 Btuh, utilizing ASTM Standard F1817. Multipledeck oven configurations are paid per qualifying oven deck.
Pre-Rinse Spray Valve ²	\$25	WaterSense qualified
Dishwasher Low-Temp, Multi-Tank, Conveyor ²	\$500	ENERGY STAR qualified
Dishwasher High-Temp, Single-Tank, Door ²	\$500	ENERGY STAR qualified
Dishwasher High-Temp, Single- Tank, Conveyor ²	\$1,000	ENERGY STAR qualified
Dishwasher High-Temp,	\$500	ENERGY STAR qualified

Multi- Tank, Conveyor ²		
Air Curtain ³	\$2,500	Usage ≥ 20 hours / week and Air Movement and Control Association (AMCA) certified. Air curtain installation must exceed the adopted code in each jurisdiction.
Energy Audit	\$5,000	Approved by SWG
Custom Rebates	\$1.00/therm	Pre-approved by SWG

¹Requires a natural gas-fueled space or water heating system.

With the expiration of the 2015 rebate programs on December 31, 2015, we request that you please discard any 2015 rebate program brochures or applications you may have on hand. For more information on the new programs and to download the 2016 rebate applications and brochures, please visit our website at www.swgas.com on or after January 1, 2016. If you are interested in receiving additional training or have any questions regarding the Southwest Gas 2016 rebate programs, please contact CustomerEngagement@swgas.com or call 1-800-654-2765.

Thank you again for your continued support of the Southwest Gas programs.

Sincerely,

Customer Engagement

²Requires natural gas water heating.

³Requires natural gas space heating.