

**December 1, 2017**

**Changes to wattsmart Homes Program in Utah**

To capture additional participation in the Mid-Market sector, customer incentive levels for Central Air Conditioners Tiers 1 and 2 are being slightly lowered to allow for the addition of incentives to participating contractors and distributors. Mid-Market incentives are also being added to Tier 3 Central Air Conditioners and Gas Furnaces without impacting the current customer incentives for those offerings. The changes are outlined below and will become effective February 1, 2018:

Measure Type	Equipment Type	Minimum Efficiency Requirement	Current Offered Incentive (point of purchase instant incentive)		Proposed Offered Incentive (point of purchase instant incentive)	
			Customer	Mid-Market	Customer	Mid-Market
HVAC	Central Air Conditioners – Tier 1	Min SEER $\geq$ 15	\$125	\$0	\$110	\$15
	Central Air Conditioners – Tier 2	Min SEER $\geq$ 17	\$200	\$0	\$185	\$15
	Central Air Conditioners – Tier 3	Min SEER $\geq$ 20	\$300	\$0	\$300 (no change)	\$15
	Gas Furnace	$\geq$ 95 % AFUE with ECM	\$150	\$0	\$150 (no change)	\$15

It is the Company's intent to make ongoing adjustments to the incentives for certain measures in response to market conditions (changes in material costs, product availability, price competition, etc.), and stay in alignment with the Company's defined savings targets, incentive budget, and cost-effectiveness requirements.