

# CONNECTICUT NATURAL GAS CORPORATION

## RATE SGS (SMALL GENERAL SERVICE)

### 1. **Availability:**

For service to all commercial and industrial Company Sales Service customers. Third-Party Supplier Service customers can utilize this rate only if the customers actual or reasonably anticipated consumption is 5,000 Ccf or less per year.

### 2. **Facilities Requirement:**

Customers with annual consumption exceeding 5,000 Ccf are subject to daily demand metering. If necessary, Customers must install the necessary telephone line(s) or extension(s), terminated near the Company's gas meter, to permit the installation of Company owned and operated telemetering equipment.

Customers must certify by Company provided affidavit that they will thereafter maintain the telephone line(s) or extension(s) to allow usage to be reported to the Company on a daily basis. Once a functioning daily demand meter has been installed on the Customer's premise, the Customer will be subject to a telemetering charge as set forth in the Rate Per Month section of the tariff. In the event that the Company has installed a daily demand meter and the Customer has not yet provided the required suitable telephone line, the telemetering charge shall commence being charged. In addition, if the Customer has not provided the required suitable telephone line within ninety days of daily demand meter installation, the Company may install the necessary phone line and recover the actual installation costs plus applicable charged service work from the Customer.

Customers requiring such telemetry equipment are subject to the charges in Section 6 (a).

### 3. **Definitions:**

- (a) The term "Business Day" is defined as Monday through Friday, excluding Federal Banking Holidays for transactions in the United States.
- (b) The term "Company" shall mean Connecticut Natural Gas Corporation or successors, assigns, or divisions thereof.
- (c) The term "Delivery Service" shall mean the physical act of moving natural gas across the Company's distribution system to a customer's facility.
- (d) The term "Commodity Service" is defined as the activities associated with the supply of the natural gas commodity only.

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### 4. Delivery Service:

All customers served under this tariff are deemed to be Company delivery customers. All delivery-related charges in Section 6 (a) are applicable.

### 5. Commodity Service:

**(a) Third-Party Supplier Service Option** - Customers served under this tariff schedule SGS have the option of selecting a third-party gas supplier. If such an election is made, the customer must have:

- i. Arranged for and maintains service with a third-party gas supplier under the Company's Rate TRS (Transportation Receipt Service) to receive natural gas for the Customer's use; and,
- ii. Identified to the Company an individual or individuals, along with the appropriate telephone numbers, that are available on a twenty-four (24) hour basis to represent the Customer's interests as they apply to receiving natural gas under this Rate SGS and Rate TRS; and,
- iii. Provided the Company with a completed Transportation Election Agreement (TEA) or otherwise completed the Company enrollment process. The Customer shall have the right to elect and/or modify certain information contained on the TEA by delivering a revised TEA to the Company five (5) business days prior to the effective date of the change(s). The information that the Customer may modify shall relate only to the following items: 24 hour Customer Contact, Customer Authorized Gas Supplier, and/or the Customer authorized entity providing service under Rate TRS.

**(b) Company Sales Service Option** – Customers served under this tariff schedule SGS that do not elect a third party supplier are deemed to be Firm Company Sales customers. All optional commodity-related charges in Section 6 (b) are applicable in addition to charges otherwise applicable hereunder.

### 6. Rate per Month:

**(a) Delivery Service (Applicable to all customers):**

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Service Charge: \$30.90

Telemetry Charge: \$8.28 (Applicable to All Customers with an Installed and functioning Daily Demand Meter)

Demand Charge: \$0.1236 per Ccf of Average Daily Peak Month Demand

Delivery Charge: \$0.4713 per Ccf,  
plus \$0.0354 per Ccf Transition Surcharge (Third-Party Supplier Service Option Only)

Subject to the Conservation Adjustment Mechanism (CAM) as approved by the Department of Public Utility Control (DPUC) of the State of Connecticut.

### **(b) Company Sales Service Option (If a third-party gas supplier is not chosen):**

Commodity Charge: \$1.2994 per Ccf

Subject to the Purchased Gas Adjustment Clause currently on file with the DPUC.

### **7. Monthly Demand Charge:**

The Company shall determine the customer's Average Daily Peak Month (ADPM) demand based upon the highest average daily consumption that occurs during the months of November through March. In no instance will the ADPM be less than the average annual daily use for the most recent 12 month period. In absence of actual consumption for this period, the Company will determine an estimate. The ADPM will be reviewed annually each April.

### **8. Minimum Monthly Charge:**

Service Charge, Telemetry Charge (if applicable) and Monthly Demand charge as presented in Section 6 (a) above.

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### 9. Annual Qualifications:

Customers are subject to an annual consumption review. Upon review customers deemed to be no longer qualified for Rate SGS may be reassigned to the appropriate rate then in effect.

### 10. Service Obligation:

The Company's service obligation for those customers electing the Third-Party Supplier Service Option under this Rate SGS shall be limited solely to redelivering supplies and services purchased and received under Rate TRS (Transportation Receipt Service). The Customer acknowledges that it is paying solely for the costs associated with such limited service and that no ancillary services (other than those provided under Rate TRS) are being provided. The Company shall have no obligation to serve the Customer with natural gas at any time where the volumes and services purchased and received under Rate TRS are insufficient to meet the Customer's gas requirements.

The Company may suspend or terminate service to the Customer when the Customer fails to maintain gas service under Rate TRS and continues to consume gas at the delivery point. In this situation the Company may, at its discretion, assume that the Customer has elected service under Rate TRS in which case the Customer will immediately assume all rights and obligations associated with receiving service under Rate TRS in addition to receiving service under this rate schedule.

### 11. Payment:

Bills will be rendered monthly and are due and payable upon presentation.

### 12. Delayed Payment Charge:

Bills not fully paid within twenty-eight (28) days of the billing date shall be subject to interest charges on the unpaid balance at the rate of 1% per month.

### 13. Term of Service:

For an initial period of not less than one year, a customer cannot switch between either the Third-Party Supplier Service Option or the Company Sales Service option before fulfilling 12 months of continuous service under either Commodity Service option.

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New customers that qualify for the Third-Party Supplier Option but have commenced service under the Company Sales Service Option have (3) months from their initial gas flow to elect to switch to the Third-Party Supplier Service Option. However, these new customers may not switch during the winter months of November – March. Once the new customer's three-month window in which the customer may select service expires, the customer must continue service under the selected service for 12 months.

### **14. Service Regulations:**

The Company's Service Rules and Regulations shall apply to service under this Rate SGS, to the extent not inconsistent with the terms and conditions of this rate SGS.

### **15. Return to Sales Service:**

Should the Customer request a switch from the Third-Party Supplier Service Option to the Company's Sales Service Option, the Company will evaluate such request based upon its then current ability to serve the Customer considering its interstate transportation, storage and supply position. The Company will endeavor to accommodate such requests but may be required to charge the Customer higher costs that it may incur for newer, higher cost interstate pipeline capacity (incremental facilities) to accommodate such request.

New customers that have initially elected the Third-Party Supplier Service Option and qualify for return to Company Sales Service Option are subject to the limitations outlined in Section 11 above, and cannot return during the winter months of November through March.