

# 2021 Rate Schedule

# TO OUR VALUED CUSTOMERS

During the past year, the Public Utilities Regulatory Authority (PURA) and The Connecticut Natural Gas Corporation (CNG) have been working on a new rate structure for CNG customers. The PURA issued a decision to delay the new rate structure until March 1, 2021 but capture 12 months of increased revenue in a 10 month timeframe instead. These new rates are in effect until December 31, 2021. These new rates are designed to more accurately assign the cost of providing service to the various customer classes. The purpose of this brochure is to explain the new rates, highlight changes on your bill and show what rates are available to our customers.

## **RESIDENTIAL CUSTOMERS**

Residential customers have three separate rates:

RSG (Residential Service General) rate. This rate is for non-heating customers e.g. water heating, drying and cooking.

RSH (Residential Service Heating) rate. This rate is for customers using natural gas as their primary home heating source.

RMDS (Residential Multi-Dwellings Service) rate. This rate is designed to serve all multi-dwellings with six (6) or more units served through a single meter. Customers gualifying for the RMDS rate continue to have the option of buying their gas from a third party supplier.

# COMMERCIAL/INDUSTRIAL CUSTOMERS

The new rates for commercial/industrial customers have been designed around 12 months of usage. Customers are assigned a rate based on their annual consumption:

SGS (Small General Services) rate is designed for customers using less than 5,000 CCF (hundred cubic feet) annually.

MGS (Medium General Services) rate is designed for customers whose annual usage is between 5,000 and 30,000 CCF.

LGS (Large General Services) rate is designed for our largest customers whose annual usage is greater than 30,000 CCF.

# SEASONAL AND INTERRUPTIBLE CUSTOMERS

Seasonal and Interruptible customers will continue to receive value-of-service rates that are set based upon the Company's tariffs and alternate fuel prices. **EXPLANATION OF OTHER CHARGES:** 

Customer Charge: A fixed monthly charge designed to recover the Company's basic administrative expenses associated with maintaining and

servicing a customer account. Conservation Adjustment Mechanism (CAM): A charge that collects the

cost of conservation programs available to customers. Daily Demand Metering (DDM): A fixed monthly charge for the cost of providing

daily usage information. The charge is prorated based on the percentage of successful daily reads as compared to the number of days in the customer's billing cycle.

Decoupling Mechanism: A charge or credit that is a rate-making tool to collect or refund the difference between the approved annual revenue requirement with the actual distribution revenue collected.

Delivery Rate: A charge for moving natural gas across the Company's distribution lines to a customer's home or business.

**Demand Charge:** A charge for providing local pipeline space to accomodate the customer's highest daily usage.

Distribution Integrity Management Program (DIMP): A charge for expenses related to any pipeline replacement for cast iron and bare steel mains and services each year.

Sales Services Charge (SSC): A fee designed to recover unique costs specific from those customers that receive their gas supply directly from the Company.

System Expansion Reconciliation (SER) mechanism: This mechanism further collects expenses not covered by System Expansion rates related to expanding the natural gas system and converting customers to natural gas.

TSC Onsite Demand Cost: A charge that is designed to recover unique administrative costs specific from those customers that receive their gas supply from a third-party supplier.

TSC Shifted Cost: A charge that is designed to recover supplier of last resort costs from those customers that receive their gas supply from a third-party supplier. Bills less than 28 days or more than 34 days will be prorated.

"In the event of an error or omission with respect to the rates, charges or explanations published herein, CNG reserves the right to correct the error, omission or explanation which will automatically be reflected in the rates and charges on customers' bills."

RATE COMPONENT

RATE TITLE

RATE COMPONENT Customer Charge Delivery Charge/CCF DIMP Charge/CCF CAM Charge/CCF Decoupling Credit/CCF System Expansion Reconciliation/CCF Sales Services Charge	NEW RAT \$20.36 1.7952 0.0136 0.0391 (0.0035) 0.0389 0.0856
Customer Charge Delivery Charge/CCF – First 30 CCF – Over 30 CCF DIMP Charge/CCF CAM Charge/CCF Decoupling Credit/CCF System Expansion Reconciliation/CCF Sales Services Charge	\$18.00 0.8269 0.3468 0.0027 0.0391 (0.0035) 0.0090 0.0874
Customer Charge Daily Demand Metering Delivery Charge/CCF – First 400 CCF – Over 400 CCF Demand Charge/MDQ DIMP Charge/MDQ CAM Charge/CCF Decoupling Credit/CCF System Expansion Reconciliation/MDQ Supply Service: Sales Services Charge/CCF Transportation Service: TSC Shifted Cost /CCF TSC Onsite Demand Costs/CCF	<b>\$72.50</b> 19.11 0.2064 0.0732 0.9461 0.0152 0.0391 (0.0035) 0.0580 0.0454 0.0688 0.0454
Customer Charge Delivery Charge/CCF – First 100 CCF – Over 100 CCF Demand Charge/MDQ DIMP Charge/MDQ CAM Charge/CCF Decoupling Credit/CCF System Expansion Reconciliation/MDQ Supply Service: Sales Services Charge / MDQ Transportation Service: TSC Shifted Cost / CCF TSC Onsite Demand Costs / MDQ	<b>\$50.31</b> 0.6024 0.1817 0.9645 0.0296 0.0391 (0.0035) 0.1001 0.7280 0.0695 0.7280
	Customer Charge Delivery Charge/CCF DIMP Charge/CCF CAM Charge/CCF System Expansion Reconciliation/CCF System Expansion Reconciliation/CCF Cam Charge Delivery Charge/CCF – First 30 CCF OWER 2000 DIMP Charge/CCF CAM Charge/CCF Decoupling Credit/CCF System Expansion Reconciliation/CCF Sales Services Charge Customer Charge Delivery Charge/CCF – First 400 CCF Ower 400 CCF Demand Metering Delivery Charge/CCF – First 400 CCF Ower 400 CCF Demand Charge/MDQ DIMP Charge/MDQ CAM Charge/CCF Decoupling Credit/CCF System Expansion Reconciliation/MDQ Supply Service: Sales Services Charge/CCF Transportation Service: TSC Shifted Cost / CCF Demand Charge/MDQ DIMP Charge/MDQ CAM Charge/CCF – First 100 CCF - Over 100 CCF Demand Charge/MDQ DIMP Charge/MDQ DIMP Charge/MDQ CAM Charge/CCF Demand Charge/MDQ DIMP Charge/MDQ CAM Charge/CCF Demand Charge/MDQ DIMP Charge/MDQ CAM Charge/CCF Demand Charge/MDQ CAM Charge/CCF System Expansion Reconciliation/MDQ Supply Service: Sales Services Charge / MDQ CAM Charge/CCF Decoupling Credit/CCF System Expansion Reconciliation/MDQ Supply Service: Sales Services Charge / MDQ Transportation Service: TSC Shifted Cost / CCF

MGS	Commercial/Industrial		\$166.03
	Medium General Svc.	Daily Demand Metering	19.32
		Delivery Charge/CCF - First 300 CCF	0.1210
		- Over 300 CCF	0.0690
		Demand Charge/MDQ	1.0482
		DIMP Charge/MDQ	0.0126
		CAM Charge/CCF	0.0391
		Decoupling Credit/CCF	(0.0035)
		System Expansion Reconciliation/MDQ Supply Service:	0.0470
		Sales Services Charge/MDQ Transportation Service:	0.6018
		TSC Shifted Cost/CCF TSC Onsite Demand Costs /MDO	0.0695 0.6018
1.00	Commercial/Industrial	Customer Charge	
LGS		j	\$350.00
	Large General Service	Daily Demand Metering Delivery Charge/CCF - First 5,000 CCF	19.32
		- Over 5,000 CCF	0.0155
		Demand Charge/MDQ	0.0057 1.1640
		DIMP Charge/MDQ	0.0036
		CAM Charge/CCF	0.0391
		Decoupling Credit/CCF	(0.0035)
		System Expansion Reconciliation/MDQ	0.0279
		Supply Service:	0.0275
		Sales Services Charge / MDQ	0.4994
		Transportation Service: TSC Shifted Cost / CCF	0.0605
		TSC Onsite Demand Costs / MDO	0.0695 0.4994
SE Re	esidential	Customer Charge	\$20.36
	Seasonal Gas service	Delivery Charge/CCF	1.7952
		DIMP Charge/CCF	0.0136
		Decoupling Credit/CCF	(0.0035)
	(Winter Only)	System Expansion Reconciliation/MDQ Sales Services Charge/CCF	0.0389 0.0856
	(Winter Only)	Sales Sel Vices Charge/ CCF	0.0650
	Residential	Service Charge	Unchanged
	Seasonal Gas service	Delivery Charge/CCF	Market Conditions
	(Summer Only)		Market Conditions
SECO	ommercial/Industrial	Customer Charge	\$50.31
	Seasonal Gas service	Delivery Charge/CCF - First 100 CCF	0.6024
		- Over 100 CCF	0.1817
		DIMP Charge/CCF	0.0036
		Decoupling Credit/CCF	0.0036 (0.0035)
		System Expansion Reconciliation/MDQ	0.0119
	(Winter Only)	Sales Services Charge/CCF	0.0907
	Commercial/Industrial	Customer Charge	Unchanged
	Seasonal Gas service (Summer Only)	Delivery Charge/CCF	Market Conditions
Light	ting	Per light charge	\$22.07
IS	Commercial/Industrial	Customer Charge	-
	Interruptible Service	Manual/Automatic Interruptible	Unchanged
	-	Daily Demand Metering	19.32
		All CCF	Established Monthly
NGV	Natural Gas Vehicle	Customer Charge	-

NFW RATE



# 2021 System Expansion Rate Schedule

# TO OUR VALUED CUSTOMERS

During the past year, the Public Utilities Regulatory Authority (PURA) and Connecticut Natural Gas Corporation (CNG) have been working on a new rate structure for CNG customers. The PURA issued a decision to delay the new rate structure for all usage until March 1, 2021 but capture 12 months of increased revenue in a 10 month timeframe instead. These new rates are in effect until December 31. Premises added under these new rates will remain on system expansion rates for 10 years. The purpose of this brochure is to explain the new rates and show what rates are available to our customers.

#### RESIDENTIAL CUSTOMERS

Residential customers have two separate rates:

**RSH-SE** (Residential Service Heating) rate. This rate is for customers using natural gas as their primary home heating source.

**RMDS-SE** (Residential Multi-Dwellings Service) rate. This rate is designed to serve all multi-dwellings with six (6) or more units served through a single meter. Customers qualifying for the RMDS-SE rate continue to have the option of buying their gas from a third party supplier.

## COMMERCIAL/INDUSTRIAL CUSTOMERS

The new rates for commercial/industrial customers have been designed around 12 months of usage. Customers are assigned a rate based on their annual consumption:

**SGS-SE** (Small General Services) rate is designed for customers using less than 5,000 CCF (hundred cubic feet) annually.

**MGS-SE** (Medium General Services) rate is designed for customers whose annual usage is between 5,000 and 30,000 CCF.

**LGS-SE** (Large General Services) rate is designed for our largest customers whose annual usage is greater than 30,000 CCF.



# EXPLANATION OF OTHER CHARGES:

**Customer Charge:** A fixed monthly charge designed to recover the Company's basic administrative expenses associated with maintaining and servicing a customer account.

**Conservation Adjustment Mechanism** (CAM): A charge that collects the cost of conservation programs available to customers.

**Daily Demand Metering:** A fixed monthly charge for the cost of providing daily usage information. The charge is prorated based on the percentage of successful daily reads as compared to the number of days in the customer's billing cycle.

**Decoupling Mechanism:** A charge or credit that is a rate-making tool to collect or refund the difference between the approved annual revenue requirement with the actual distribution revenue collected.

**Delivery Rate:** A charge for moving natural gas across the Company's distribution lines to a customer's home or business.

**Demand Charge:** A charge for providing local pipeline space to accomodate the customer's highest daily usage.

**Distribution Integrity Management Program** (DIMP): A charge for expenses related to any pipeline replacement for cast iron and bare steel mains and services each year.

Sales Services Charge (SSC): A fee designed to recover unique costs specific from those customers that receive their gas supply directly from the Company.

**TSC Onsite Demand Cost:** A transportation service charge that is designed to recover unique administrative costs specific from those customers that receive their gas supply from a third-party supplier.

**TSC Shifted Cost:** A transportation service charge that is designed to recover supplier of last resort costs from those customers that receive their gas supply from a third-party supplier.

Bills less than 28 days or more than 34 days will be prorated.

"In the event of an error or omission with respect to the rates, charges or explanations published herein, CNG reserves the right to correct the error, omission or explanation which will automatically be reflected in the rates and charges on customers' bills."

RATE TITLE RSH-SE Residential Heating-System Expansion	RATE COMPONENT Customer Charge Delivery Charge/CCF – First 30 CCF – Over 30 CCF DIMP Charge/CCF CAM Charge/CCF Decoupling Credit Sales Services Charge	\$19.80	OFF-MAIN \$23.40 1.0750 0.4508 0.0027 0.0391 (0.0035) 0.1136
RMDS-SE Residential Mul Dwellings-Syste Expansion		<b>\$79.75</b> 19.11 0.2270 0.0805 1.0407 0.0152 0.0391 (0.0035) 0.0499	<b>\$94.25</b> 19.11 0.2683 0.0952 1.2299 0.0152 0.0391 (0.0035) 0.0590 0.0688 0.0590

#### SGS-SE Commercial / Industrial Small General Service-System Expansion

Customer Charge	\$55.34	\$65.40
Delivery Charge/CCF – First 100 CCF	0.6626	0.7831
– Over 100 CCF	0.1999	0.2362
Demand Charge/MDQ	1.0610	1.2539
DIMP Charge/MDQ	0.0296	0.0296
CAM Charge/CCF	0.0391	0.0391
Decoupling Credit	(0.0035)	(0.0035)
Supply Service:		
Sales Services Charge/MDQ	0.8008	0.9464
Transportation Service:		
TSC Shifted Cost/CCF	0.0695	0.0695
TSC Onsite Demand Cost/MDQ	0.8008	0.9464

#### MGS-SE Commercial/Industrial Medium General Service-System Expansion

Customer Charge	\$182.63	\$215.83
Daily Demand Metering	19.32	19.32
Delivery Charge/CCF – First 300 CCF	0.1331	0.1573
– Over 300 CCF	0.0759	0.0897
Demand Charge/MDQ	1.1530	1.3627
DIMP Charge/MDQ	0.0126	0.0126
CAM Charge/CCF	0.0391	0.0391
Decoupling Credit	(0.0035)	(0.0035)
Supply Service:		
Sales Services Charge/MDQ	0.6620	0.7823
Transportation Service:		
TSC Shifted Cost/CCF	0.0695	0.0695
TSC Onsite Demand Cost/ MDQ	0.6620	0.7823

#### LGS-SE Commercial/Industrial Large General Service-System Expansion

austrial Earge serieral ser free system Expansion		
Customer Charge	\$385.00	\$455.00
Daily Demand Metering	19.32	19.32
Delivery Charge/CCF – First 5,000 CCF	0.0171	0.0202
– Over 5,000 CCF	0.0063	0.0074
Demand Charge/MDQ	1.2804	1.5132
DIMP Charge/MDQ	0.0036	0.0036
CAM Charge/CCF	0.0391	0.0391
Decoupling Credit	(0.0035)	(0.0035)
Supply Service:		
Sales Services Charge/MDQ	0.5493	0.6492
Transportation Service:		
TSC Shifted Cost /CCF	0.0695	0.0695
TSC Onsite Demand Cost/MDQ	0.5493	0.6492

Purchased Gas Adjustment (PGA): The PCA collects the total cost of gas. This rate will change monthly as approved by PURA.CAM, DIMP, Decoupling and TSC Shifted Cost rates change annually as approved by PURA.Supply Services are also available from several qualified Third-Party Suppliers from which Customers can choose. This list shall be available to Customers upon request or visit: https://www.cngcorp.com/registered-marketers.Note: RMDS, SGS, MGS & LGS Customers that choose Third-Party Supply are subject to the Transportation Services Charge (Updated Annually).