

Natural Gas Bills Explained

The following example explains line items found on residential natural gas bills:

(**Delivery** charges represent Central Hudson's costs for delivering natural gas to homes and businesses over our region's network of gas lines, operating and maintaining the delivery infrastructure, and providing an array of customer services. **Supply** charges are Central Hudson's costs for natural gas purchased on behalf of its customers on the wholesale market. Note that Central Hudson does not mark up supply charges.)

Natural Gas Delivery Charges:

Basic Service Charge: Includes maintenance of gas lines, meter reading, and other services, including natural gas deliveries up to 400 cubic feet (4 CCF) or less over a two-month period.

Next: The cost to deliver from 4 CCF to 96 CCF of natural gas to customers over a two-month period.

Next: The cost to deliver additional natural gas (above 96 CCF) to customers over a two-month period.

MFC Administration Charge: This merchant function charge reflects the cost incurred when independent marketers bill through Central Hudson's billing system. Customers receiving a separate bill avoid this charge.

Total Delivery Charges: The total cost to deliver gas for all customers, whether purchasing energy from Central Hudson or an independent supplier. Includes Basic Service Charge.

Natural Gas Supply Charges:

MFC Supply Charge: This merchant function charge reflects the cost Central Hudson incurs for purchasing electric and natural gas supply for full service customers.

Gas Supply Charge: The average wholesale price of all natural gas required to meet the needs of Central Hudson's full service customers (those who purchase supply from Central Hudson, as well as delivery).

Other items:

NYS & Local Revenue Taxes and Surcharges: Taxes and surcharges imposed by the State of New York and local authorities, to be collected from all customers.

For this billing period: This last paragraph indicates your average price of natural gas per CCF for the billing period, exclusive of taxes and delivery charges. This price can be used to compare other suppliers' natural gas offers.

Gas	Meter # 79583	Rate G120 HEATING	
Gas Service Charges 193 Ccf at a cost of \$329.70			
Average Daily Cost for Gas \$5.5881			
Amount of Gas Used			
Mar 18, 2008	Present Reading (act.)		5165
Jan 19, 2008	Previous Reading (act.)		4972
	Gas Used (Ccf)		193
Cost for Gas Used (for 2.0 months)			
GAS DELIVERY CHARGES:			
	Basic Svc Chg	4.0 Ccf 2.0 Mos @ 14.00	28.00
	Next	96.0 Ccf @ 0.52840	50.73
	Next	93.0 Ccf @ 0.33000	30.69
	MFC Admin Chg	193.0 Ccf @ 0.00680	1.31
	Transition Adj	193.0 Ccf @ 0.00091	0.18
	Total Delivery Chrgs		110.91
GAS SUPPLY CHARGES:			
(You may choose another supplier for this part of your service)			
	MFC Supply Chg	193.0 Ccf @ 0.01491	2.88
	Gas Supply Chg	193.0 Ccf @ 1.08931	210.24
	Total Supply Chrgs		213.12
	NYS & Local Taxes and Surcharges		5.67
	TOTAL GAS COST		\$329.70
For this billing period, the average cost of energy we purchased for you was \$1.10422 per Ccf (excluding taxes). You can use this number to compare our price to other suppliers' prices.			

With deregulation, customers are able to choose their electric and natural gas suppliers. Unbundled bills allow customers to see and compare supply prices so that they can make informed decisions.