



Kitchener Utilities is committed to providing the best value for our customers. Thank you for your continued support of your natural gas utility, community-owned since 1903.

## Kitchener Utilities saves customers over \$30 million

Since the beginning of the supply program in April 1998, Kitchener Utilities has been able to keep its rates at some of the lowest levels in Ontario. In fact, the supply program has saved Kitchener customers over \$30 million since 1998 compared to the previous supply arrangements. Kitchener Utilities will continue to work to reduce the impact of price volatility through management of its natural gas portfolio.



*Doing our Best For You!*

# IMPORTANT: Natural Gas Rate Change

# RATE CHANGES EFFECTIVE

# November 1, 2006

The supply component of the natural gas rate is **decreasing** to 29.9 cents per cubic metre\* from 31.9 cents per cubic metre for Kitchener Utilities system gas customers effective November 1, 2006. Kitchener Utilities natural gas rates will be held constant throughout this winter heating season until March 31, 2007.\*

**The impact of the supply rate change is expected to produce an overall decrease of 4% or approximately \$52 per year for the average residential customer.** Savings are calculated based on an annual consumption of 2,600 cubic metres of natural gas.

Kitchener Utilities supply program operates on a non-profit basis - the costs are passed on directly to customers.

Kitchener Utilities has surveyed their customers about natural gas rates. Customers have expressed a desire for rate stability. Kitchener Utilities works to deliver on customers' requests by holding rates constant through the winter heating seasons. Kitchener Utilities will also continue to pursue natural gas buying opportunities to help stabilize the supply rate. **Kitchener Utilities is committed to providing the best value possible and stability for our customers.**

\*These rates may not be applicable to those customers supplied by Agents, Brokers, or Marketers (ABMs). If you are purchasing natural gas from an ABM and have questions about your rate, please call your broker directly -their phone number is listed on your utility bill.

Effective November 1, 2006 Kitchener Utilities will be decreasing the supply rate from 31.9¢/m<sup>3</sup> to 29.9¢/m<sup>3</sup>.

Kitchener Utilities natural gas rates will be held constant throughout this winter heating season until March 31st, 2007.

	Amount of Natural Gas used Per Month	Supply Rate ¢/m <sup>3</sup>	Delivery Rate ¢/m <sup>3</sup>	Transportation Rate ¢/m <sup>3</sup>	Net Rate ¢/m <sup>3</sup>	Daily Fixed Charge
<b>Average Household</b>	First 1,400 m <sup>3</sup>	29.9000	6.5998	3.5290	<b>40.0288</b>	46¢/day
<b>Small to Medium Businesses</b>	Next 4,600 m <sup>3</sup>	29.9000	4.9849	3.5290	<b>38.4139</b>	n/a
	Next 124,000 m <sup>3</sup>	29.9000	3.7928	3.5290	<b>37.2218</b>	n/a
	Next 270,000 m <sup>3</sup>	29.9000	3.0572	3.5290	<b>36.4862</b>	n/a
<b>Large Business</b>	Next 400,000 m <sup>3</sup>	29.9000	2.9133	3.5290	<b>36.3423</b>	n/a
	<b>Previous Rate</b>	<b>31.9000</b>	<b>SAME</b>	<b>SAME</b>	<b>42.0288</b>	<b>same</b>

If you have a contract with an ABM or are a contract delivery customer, your rates may differ from those shown in this chart. Almost all residences use less than 1400 m<sup>3</sup>/month and all customers are invoiced the daily fixed delivery charge.

## SUPPLY RATE:

The rate charged for natural gas commodity, fuel and administration.

## DELIVERY RATE:

The rate charged for delivering natural gas from the Ontario border to your home.

## TRANSPORTATION RATE:

The rate charged for bringing natural gas to the Ontario border.

## DAILY FIXED CHARGE:

The rate charged for maintaining secure delivery of natural gas to your home.