

Budget Plan Disclosure

The Budget Plan is a way to spread your annual heating costs into equal monthly payments instead of paying larger amounts in winter months and lower amounts (if any) in summer months. Upon enrollment, Dead River Company (“DRC”) will estimate your annual usage in gallons and multiply that estimated usage by the price per gallon that you will be paying or are likely to pay (if not on a fixed price plan). DRC will divide that number by the number of months remaining in the plan (which depends on enrollment month) in order to determine your monthly payment amount. In May, we reconcile payments made to date with the actual fuel costs, and determine your remaining obligation to DRC. If your actual usage cost is higher than the amount of your monthly payments, you will be responsible for paying the additional costs. If your actual usage cost is lower than the amount of your payments, your account will be credited. This credit will be used to lower the monthly payment amount for the following program year unless you request a refund. If your Budget Plan Contract is for more than one year, the process repeats for each year in which you have contracted to participate, including applying any carry-over credits to the upcoming plan year.