Understated Gas Consumption Rates for Consumers without Gas Meters Damage Gas Field in Amount of 2,6 billion UAH per year
Consumption Rates do not Meet Annual Fact

Average m³ per Person per Month Over a Year

Gas Cooker + Centralized Hot Water Supply
- Fact: 7.24
- Rate before 08.2017: 4.40
- Rate after 08.2017: 3.30

Gas Cooker without Centralized Hot Water Supply
- Fact: 10.58
- Rate before 08.2017: 7.10
- Rate after 08.2017: 5.40

Gas Cooker + Water Heater
- Fact: 22.61
- Rate before 08.2017: 14.00
- Rate after 08.2017: 10.50

Legend:
- Fact
- Rate before 08.2017
- Rate after 08.2017
Consumption Rates do not Meet Season Fact

Average m³ per Month per Person

<table>
<thead>
<tr>
<th>Season</th>
<th>Gas Cooker + Water Heater</th>
<th>Gas Cooker without Centralized Hot Water Supply</th>
<th>Gas Cooker + Centralized Hot Water Supply</th>
</tr>
</thead>
<tbody>
<tr>
<td>Autumn-Winter</td>
<td>25,20</td>
<td>13,70</td>
<td>8,80</td>
</tr>
<tr>
<td></td>
<td>10,50</td>
<td>5,40</td>
<td>3,30</td>
</tr>
<tr>
<td>Spring-Summer</td>
<td>20,50</td>
<td>8,30</td>
<td>5,80</td>
</tr>
<tr>
<td></td>
<td>10,50</td>
<td>5,40</td>
<td>3,30</td>
</tr>
</tbody>
</table>

Fact: 25,20
Rate after 08.2017: 10,50
Consumption Rates don’t Meet Day-to-Day Realities

- Queues of those wishing to install meters at own expense disappeared
- Statistics of meters’ breakdown by the fault of consumer increased (the purpose is to switch to rates)
- Consumption rates for cooking per person per month in neighboring countries:
  - Moldova – 10 m³
  - Russia – 8 m³
  - Belorus – 8 m³

Calculation of consumed but not paid gas:

\[3.94 \text{m}^3 \times 2.7 \text{persons/consumer} \times 3 \text{mln consumers} \times 12 \text{months}= 383 \text{mln.m}^3 \text{ per year}\]

or

\[2,681 \text{bln UAH per year}\]
1. To establish natural gas consumption rates for population in a case of gas meters ‘absence on a level which corresponds with statistically average over the last years depending on season by amending Annex of the Decree of CMU №203 dated 23 March 2016:

<table>
<thead>
<tr>
<th>Consumption Type</th>
<th>Consumption Month</th>
<th>Unit of Measurement</th>
<th>Consumption Rate</th>
</tr>
</thead>
<tbody>
<tr>
<td>Gas cooker with centralized hot-water supply</td>
<td>October, November, December, January, February, March</td>
<td>m³ person-month</td>
<td>8,8</td>
</tr>
<tr>
<td>Gas cooker with centralized hot-water supply</td>
<td>April, May, June, July, August, September</td>
<td>m³ person-month</td>
<td>5,8</td>
</tr>
<tr>
<td>Gas cooker without centralized hot-water supply</td>
<td>October, November, December, January, February, March</td>
<td>m³ person-month</td>
<td>13,7</td>
</tr>
<tr>
<td>Gas cooker without centralized hot-water supply</td>
<td>April, May, June, July, August, September</td>
<td>m³ person-month</td>
<td>8,3</td>
</tr>
<tr>
<td>Gas cooker and water heater</td>
<td>October, November, December, January, February, March</td>
<td>m³ person-month</td>
<td>25,0</td>
</tr>
<tr>
<td>Gas cooker and water heater</td>
<td>April, May, June, July, August, September</td>
<td>m³ person-month</td>
<td>20,0</td>
</tr>
</tbody>
</table>

2. To establish that a consumer whose gas consumption object is equipped with gas metering instrument (meter) has a right to benefit and subsidies by amending item 5 of paragraph 3 of the Decree of CMU №409 dated 6 August 2014, adding a new paragraph of the following content:

«After 01 October 2018 a consumer whose gas consumption object is equipped by gas metering instrument (meter) has exceptionally right to obtain benefits and subsidies in amount of established social rates »
1. Liquidation of free gas use by household consumers in amount of 2,681 bln UAH per year.
2. Encouragement of household gas consumers to switch to natural gas consumption with gas metering instruments (gas meters).
3. Stimulation of consumers to rational natural gas consumption (up to 300 mln m³ per year), by means of possibility to meter own consumption.
4. Liquidation of off-the-meter consumption up to 2021 by means of gas meters installation at the expense of:
   - tariff for natural gas distribution;
   - state energy efficiency programs;
   - budget provisions;
   - consumer's own funds with further consideration.
5. Absence of additional burden on state budget.