

PSC NO: 3-GAS
St. Lawrence Gas Company, Inc.
Initial Effective Date: 07/01/04

Statement Type: GAC
Statement No: 2
Page 1 of 2

JULY 2004 GAS ADJUSTMENT CLAUSE STATEMENT
SERVICE CLASSIFICATION NOS 1 AND 2

Monthly Cost of Gas

Monthly cost of gas per therm as defined
on Leaf No 30 of PSC no 3-Gas determined 06/28/04
by applying the Monthly Cost of Gas which is
or will be in effect on the effective date
of the gas adjustment

		Interconnection Charge	Gas Transp. TCPL	Gas Transp. Nova	Gas Supply	Load Balancing
Sales	75.76340	0.79740	8.45600	1.01500	61.13400	4.36100
Trans	13.47600	0.65900	8.45600			4.36100

Base Cost of Gas

Base Cost of Purchased Gas per therm
(April 1, 1996 GAC)

Sales	27.80840	0.26880	7.39900	2.02100	14.37400	3.74560
Trans	11.27500	0.13040	7.39900	0.00000	0.00000	3.74560

Gas Adjustments

Units of Adjustment : Number of Units of 0.01
cents by which average cost exceeds base cost

Sales	4796	53	106	-101	4676	62
Trans	221	53	106			62

Resulting Purchased Gas Adjustment per therm:

(4796 units x 0.0100500 cents per unit)
(221 units x 0.0100000 cents per unit)

Sales	48.19980	0.53270	1.06530	-1.01510	46.99380	0.62310
Trans	2.21000	0.53000	1.06000	0.00000	0.00000	0.62000

Annual GAC Surcharge / Refund

Annual surcharge adjustment for the period
09/01/02 to 08/31/03 to be surcharged
01/01/04 - 12/31/04

	3.53660	-0.02010	-1.39130	0.00000	3.74070	1.20730
Sales	51.73640	0.51260	-0.32600	-1.01510	50.73450	1.83040
Trans	2.00590	0.50990	-0.33130	0.00000		1.82730

Interruptible Incentive Credit

Annual adjustment of the period 10/1/02 - 09/30/03
to be surcharged 12/01/03 - 11/30/04

	0.5113	0.5113				
--	--------	--------	--	--	--	--

Total Effective Purchased Gas Adjustment
per therm

Sales	52.24770	1.02390	-0.32600	-1.01510	50.73450	1.83040
Trans	2.51720	1.02120	-0.33130	0.00000	0.00000	1.82730

Issued by: Sharon A. Gaines, Treasurer, St. Lawrence Gas, 33 Stearns St., Massena, NY 13662

PSC NO: 3-GAS
St. Lawrence Gas Company, Inc.
Initial Effective Date: 07/01/04

Statement Type: GAC
Statement No: 2
Page 2 of 2

JULY 2004 GAS ADJUSTMENT CLAUSE STATEMENT
SERVICE CLASSIFICATION NO. 3

Monthly Cost of Gas

Monthly cost of gas per therm as defined
on Leaf No 30 of PSC no 3-Gas determined 06/28/04
by applying the Monthly Cost of Gas which is
or will be in effect on the effective date
of the gas adjustment

		Interconnection Charge	Gas Transp. TCPL	Gas Transp. Nova	Gas Supply	Load Balancing
Sales	72.18010	0.79740	8.45600	1.01500	61.13400	0.77770
Trans	1.43670	0.65900	0.00000			0.77770

Base Cost of Gas

Base Cost of Purchased Gas per therm
(April 1, 1996 GAC)

Sales	27.80840	0.26880	7.39900	2.02100	14.37400	3.74560
Trans	3.87600	0.13040	0.00000	0.00000	0.00000	3.74560

Gas Adjustments

Units of Adjustment : Number of Units of 0.01
cents by which average cost exceeds base cost

Sales	4437	53	106	-101	4676	-297
Trans	-244	53	0			-297

Resulting Purchased Gas Adjustment per therm:

(4437 units x 0.0100500 cents per unit)
(-244 units x 0.0100000 cents per unit)

Sales	44.59190	0.53270	1.06530	-1.01500	46.99380	-2.98490
Trans	-2.44000	0.53000	0.00000	0.00000	0.00000	-2.97000

Annual GAC Surcharge / Refund

Annual surcharge adjustment for the period
09/01/02 to 08/31/03 to be surcharged
12/01/03 - 11/30/04

	3.53660	-0.02010	-1.39130	0.00000	3.74070	1.20730
Sales	48.12850	0.51260	-0.32600	-1.01500	50.73450	-1.77760
Trans	-1.25280	0.50990	0.00000	0.00000		-1.76270

Interruptible Incentive Credit

Annual adjustment of the period 10/1/02 - 09/30/03
to be surcharged 12/01/03 - 11/30/04

	0.5113	0.5113				
--	--------	--------	--	--	--	--

Total Effective Purchased Gas Adjustment
per therm

Sales	48.63980	1.02390	-0.32600	-1.01500	50.73450	-1.77760
Trans	-0.74150	1.02120	0.00000	0.00000	0.00000	-1.76270

Issued by: Sharon A. Gaines, Treasurer, St. Lawrence Gas, 33 Stearns St., Massena, NY 13662