

PSC NO. 3 GAS
St. Lawrence Gas Company, Inc.
Initial Effective Date: 06/04/2004

Leaf: 260
Revision: 0
Superseding Revision:

SERVICE CLASSIFICATION NO. 1

RESIDENTIAL SERVICE (Cont'd)

Customers or Agents transporting their Monthly Average Day Transportation Volume must pay the Seasonalized Imbalance Charge as more fully described in General Information at 2.XI.K.

Backstop Service: For all customer(s) utilizing Reserved Unbundled Transportation Service, company will offer Backstop Sales Service in the event of the failure of supply. The rate for this service will be the highest monthly delivered cost of gas purchased in such month plus the Load Balancing Commodity Charge set forth in this Service Classification applied to all volumes nominated but not delivered in the billing month. In addition to these charges, all pipeline overrun penalty charges billed to company will be assessed against those customers failing to deliver.

Rates and Charges: (per meter, per month)

	Sales <u>Service</u>	Reserved Transportation <u>Service</u>
Customer Charge:	\$7.20	\$7.20
Contract Administration Charge:		\$75.00 (Note 1)
Distribution Delivery		
First 4 therms, per therm	\$0.000000	\$0.000000
Next 36 therms, per therm	0.191559	0.191559
Over 40 therms, per therm	0.134365	0.134365
Gas Interconnection:		
All therms, per therm	\$0.002688	\$0.001304
Gas Transportation:		
All therms, per therm	\$0.094200	(Note 2)
Gas Supply:		
All therms, per therm	\$0.143740	N/A
Load Balancing Commodity Charge:		
All therms, per therm	\$0.037456	\$0.037456

Issued by: G. Robert Simpson, President and General Manager, 33 Stearns Street, Massena, NY