PSC NO. 3 GAS St. Lawrence Gas Company, Inc. Initial Effective Date: 06/04/2004 Leaf: 266 Revision: 0 Superseding Revision:

Deserved

SERVICE CLASSIFICATION NO. 2

SMALL GENERAL FIRM SERVICE (Cont'd)

Customers or Agents transporting their Monthly Average Day Transportation Volume must pay the Seasonalized Imbalance Charge as more fully described in 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 a 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.

<u>Rates and Charges</u>: (per meter, per month)

		Reserved
	Sales	Transportation
	Service	Service
		<u></u>
Customer Charge:	\$10.25	\$10.25
C		
Contract Administration Charge:		\$75.00
		(Note 1)
Distribution Delivery		
First 4 therms, per therm	\$0.000000	\$0.000000
Next 66 therms, per therm	0.196399	0.196399
Next 4,930 therms, per therm	0.130199	0.130199
Next 45,000 therms, per therm	0.055000	0.055000
Over 50,000 therms, per therm	0.038000	0.038000
Gas Interconnection:		
	\$0.002688	\$0.001304
All therms, per therm Gas Transportation:	\$0.002088	\$0.001304
All therms, per therm	\$0.094200	Note 2
-	\$0.094200	Note 2
Gas Supply:	\$0.143740	N/A
All therms, per therm	\$0.143740	IN/A
Load Balancing Commodity Charge:	¢0.027456	¢0.027456
All therms, per therm	\$0.037456	\$0.037456
Imbalance Charge:		
Per therm of Daily Tolerance	N/A	\$0.06750

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