

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

Leaf: 265
Revision: 0
Superseding Revision:

SERVICE CLASSIFICATION NO. 2

SMALL GENERAL FIRM SERVICE (Cont'd)

Reserved Unbundled Transportation Service: For the continuous delivery of contract quantities of natural gas owned by customer (or by a party with a contract with customer to supply customer's natural gas requirements) from a contractually specified Point of Receipt to a contractually specified Point of Delivery where company's distribution system interconnects with the facilities of customer. Company reserves the right, acting reasonably, to limit the volume of gas that may be received at each Point of Receipt.

Customers or customers' Agent must have transmission arrangements to a Point of Receipt that are for firm service on the upstream transmission pipeline system.

Customers or customers' Agent shall be responsible for obtaining the requisite regulatory approvals for the supply and transmission of customer's gas requirements to the Point of Receipt and, if applicable, for the export from Canada and the importation to the United States of such gas. Before any service under this provision shall be supplied, customer shall provide to the company certified copies of all such approvals.

For customers or customers' Agent electing this service pursuant to Maximum Day Transportation Volume, so as to achieve a daily and monthly balance between quantities delivered and consumed, daily and monthly delivery tolerances between the Receipt Point and the Delivery Point on the St. Lawrence Gas System shall be as set forth in 2.XI.K. For this service, the Distribution Delivery and Gas Interconnection Charge shall apply to all volumes through the billing meter.

Load Balancing Service: Company will provide, from all available sources, daily load balancing to meet customer(s) daily natural gas requirements.

Sales customers and customers or Agents transporting their Annual Average Day Transportation Volume must pay the per therm Load Balancing Commodity Charge on all volumes through the billing meter.

Customers or Agents transporting their Maximum Day Transportation Volume must pay the Imbalance Charge on all Daily Tolerance volume as more fully described in 2.XI.K.