

PSC NO. 3 GAS
St. Lawrence Gas Company, Inc.
Initial Effective Date: 11/14/2016
Issued in Compliance with Commission Order in Cases 15-G-0382 and 13-G-0076 dated July 15, 2016

Leaf: 191
Revision: 5
Superseding Revision: 4

GENERAL INFORMATION

2. General Rules, Regulations, Terms and Conditions: (Cont'd)

XIII.i Insulation:

Gas service will not be provided to a new dwelling or to an existing dwelling for the purpose of converting to gas space heating unless the dwelling is in compliance with Part 233 of Title 16 of the Official Compilation of Codes, Rules and Regulations of the State of New York – Minimum Insulation Standards For the Provision of Gas & Electric Utility Service. A copy of the Minimum Insulation Standards is available at company offices.

An applicant for gas service to a new residential dwelling in the community in which a building permit is not required must provide to the company a certificate of compliance in the form shown in Section 2.XV.F of this tariff.

An applicant for expanded gas service to an existing dwelling for the purpose of conversion to gas space heating must provide to the company a certificate of compliance on one of the forms prescribed in Section 2.XV.G. of this tariff.

XIII.ii. Revenue Decoupling Mechanism

A Revenue Decoupling Mechanism (“RDM”) will apply to Residential and Commercial Sales and Transportation customers taking service under SC-1 and SC-2 respectively and will reconcile the target delivery service revenues to the actual delivery service revenues.

The target delivery service revenues are developed using the actual number of customers from the gas sales statistics each month to determine the average number of customers in the Rate Year. The average number of customers is multiplied by the revenue per customer (“RPC”) factors which includes the minimum charge and distribution delivery revenues, but excludes low income discounts, and is adjusted for the surcredits set forth in Appendix B, page 4 of 13, of the Joint Proposal to the New York State Public Service Commission in Case 15-G-0382 and 13-G-0076 and St. Lawrence Gas Company, Inc., PSC No. 3 GAS, SUR2, Statement No. 2, effective September 13, 2016. The RPC factors are based on the annual customer and volume forecasts underlying the rates set forth in Cases 15-G-0382 and 13-G-0076 for the SC-1 and SC-2 service classes. The RPC factors in Rate Years Two and Three will be effective for the twelve months beginning June 1, 2017 and June 1, 2018, respectively. The Rate Year Three RPC factors shall continue until changed by the Commission.

Actual delivery service revenues are defined as only the revenue from minimum charge and distribution delivery rates, and is adjusted to remove the actual low income discounts, and actual surcredits billed. The RDM also allows the company to refund or surcharge the revenue effects related to weather abnormalities, similar to the weather normalization clause of other New York State gas utilities.