PSC NO: 3-GAS St. Lawrence Gas Company, Inc. Initial Effective Date: 09/01/08 Statement Type: Statement No: GAC 52 Page 1 of 2

## SEPTEMBER 2008 GAS ADJUSTMENT CLAUSE STATEMENT SERVICE CLASSIFICATION NOS 1 AND 2

| Monthly Cost of Gas<br>Monthly cost of gas per therm as defined   |                 | Total     | Interconnection<br>Charge | Gas<br>Transp.<br>TCPL | Gas<br>Transp.<br>Nova | Gas<br>Supply | Load<br>Balancing |
|---|-----------------|-----------|---------------------------|------------------------|------------------------|---------------|-------------------|
| on Leaf No 30 of PSC no 3-Gas determined 08/27/08<br>by applying the Monthly Cost of Gas which is                                   | Sales           | 0.971840  | 0.011740                  | 0.117280               | 0.010850               | 0.752950      | 0.079020          |
| or will be in effect on the effective date  | Trans           | 0.208040  | 0.011740                  | 0.117280               | 0.010850               | 0.732930      | 0.079020          |
| of the gas adjustment   | Trais           | 0.208040  | 0.011740                  | 0.117280               |                        |               | 0.079020          |
| Factor of Adjustment  |                 |           |                           |                        |                        |               |                   |
| Sales .97184 x .005 Factor of Adjustment  | Sales           | 0.004859  | 0.000000                  | 0.000000               | 0.000000               | 0.004859      | 0.000000          |
| Resulting Purchased Gas Adjustment per therm:   | Sales<br>Trans  | 0.976699  | 0.011740                  | 0.117280               | 0.010850               | 0.757809      | 0.079020          |
| Annual GAC Surcharge / Refund   |                 |           |                           |                        |                        |               |                   |
| Annual surcharge adjustment for the period  | Sales           | 0.009247  | -0.000238                 | -0.002201              | -0.000598              | 0.006890      | 0.005394          |
| 09/01/06 to 08/31/07 to be surcharged   | Trans           | 0.002955  | -0.000238                 | -0.002201              |                        |               | 0.005394          |
| 01/01/08 - 12/31/08   |                 |           |                           |                        |                        |               |                   |
|   | Sales           | 0.985946  | 0.011502                  | 0.115079               | 0.010252               | 0.764699      | 0.084414          |
|   | Trans           | 0.210995  | 0.011502                  | 0.115079               |                        |               | 0.084414          |
| Interruptible Incentive Credit<br>Annual adjustment of the period 01/01/2007 - 12/31/2007<br>to be refunded 03/01/2008 - 02/28/2009 | Sales and Trans | -0.014118 | -0.014118                 |                        |                        |               |                   |
| Total Effective Purchased Gas Adjustment  | Sales           | 0.971828  | -0.002616                 | 0.115079               | 0.010252               | 0.764699      | 0.084414          |
| dollars per therm   | Trans           | 0.196877  | -0.002616                 | 0.115079               | 0.000000               | 0.000000      | 0.084414          |

| Summary of Gas Supply Costs per Dt | Sales    |
|------------------------------------|----------|
| Weighted Average Commodity Cost    | 7.52950  |
| Weighted Average Demand Cost       | 2.18890  |
| Weighted Average Cost of Gas       | 9.71840  |
| Adjustments                        | -0.00012 |
| Total Cost                         | 9.71828  |
|                                    | per Dt   |

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

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## SEPTEMBER 2008 GAS ADJUSTMENT CLAUSE STATEMENT SERVICE CLASSIFICATION NO. 3

|                                 |   |                | Total                | Interconnection<br>Charge | Gas<br>Transp.<br>TCPL | Gas<br>Transp.<br>Nova | Gas<br>Supply     | Load<br>Balancing |
|---------------------------------|---|----------------|----------------------|---------------------------|------------------------|------------------------|-------------------|-------------------|
| •                               | t of Gas<br>t of gas per therm as defined<br>30 of PSC no 3-Gas determined 08/27/08 |                |                      |                           |                        |                        |                   |                   |
| by applying                     | the Monthly Cost of Gas which is  | Sales          | 0.894346             | 0.011740                  | 0.117280               | 0.010850               | 0.752950          | 0.001526          |
| or will be in                   | effect on the effective date  | Trans          | 0.130546             | 0.011740                  | 0.117280               |                        |                   | 0.001526          |
| of the gas ad                   | justment  |                |                      |                           |                        |                        |                   |                   |
| Factor of Adj                   | iustment  |                |                      |                           |                        |                        |                   |                   |
| Sales                           | .8943 x .005 Factor of Adjustment   | Sales          | 0.004472             | 0.000000                  | 0.000000               | 0.000000               | 0.004472          | 0.000000          |
|                                 |   |                |                      |                           |                        |                        |                   |                   |
| Doculting D                     | urchased Gas Adjustment per therm:  | Sales          | 0.898818             | 0.011740                  | 0.117280               | 0.010850               | 0.757422          | 0.001526          |
| Kesulung I e                    | urenaseu Gas Aujustinent per titerin.   | Trans          | 0.130546             | 0.011740                  | 0.117280               | 0.010050               | 0.131422          | 0.001526          |
|                                 |   | Tuns           | 0.150540             | 0.011740                  | 0.117200               |                        |                   | 0.001520          |
| Annual GAC                      | C Surcharge / Refund  |                |                      |                           |                        |                        |                   |                   |
| Annual sur                      | rcharge adjustment for the period   | Sales          | 0.009247             | -0.000238                 | -0.002201              | -0.000598              | 0.006890          | 0.005394          |
| 09/01/06 to                     | 0 08/31/07 to be surcharged   | Trans          | 0.002955             | -0.000238                 | -0.002201              |                        |                   | 0.005394          |
| 01/01/08 -                      | 12/31/08  |                |                      |                           |                        |                        |                   |                   |
|                                 |   | Sales          | 0.908065             | 0.011502                  | 0.115079               | 0.010252               | 0.764312          | 0.006920          |
|                                 |   | Trans          | 0.133501             | 0.011502                  | 0.115079               |                        |                   | 0.006920          |
|                                 |   |                |                      |                           |                        |                        |                   |                   |
|                                 |   |                |                      |                           |                        |                        |                   |                   |
| Total Effect<br>Dollars per the | ive Purchased Gas Adjustment  | Sales<br>Trans | 0.908065<br>0.133501 | 0.011502 0.011502         | 0.115079<br>0.115079   | 0.010252               | 0.764312 0.000000 | 0.006920          |
| Dollars per th                  | erm   | Trans          | 0.133501             | 0.011502                  | 0.115079               | 0.000000               | 0.000000          | 0.006920          |
|                                 |   |                |                      |                           |                        |                        |                   |                   |
|                                 | Summary of Gas Supply Costs per Dt  |                | Sales                |                           |                        |                        |                   |                   |
|                                 | Weighted Average Commodity Co   | ost            | 7.529500             |                           |                        |                        |                   |                   |
|                                 | Weighted Average Demand Cost  |                | 1.413960             |                           |                        |                        |                   |                   |
|                                 | Weighted Average Cost of Gas  |                | 8.943460             |                           |                        |                        |                   |                   |

per Dt

| Adjustments | 0.137190 |
|-------------|----------|
| Total Cost  | 9.080650 |