PSC NO: 3-GAS St. Lawrence Gas Company, Inc. Initial Effective Date: 07/01/06 Statement Type: Statement No: GAC 26 Page 1 of 2

JULY 2006 GAS ADJUSTMENT CLAUSE STATEMENT SERVICE CLASSIFICATION NOS 1 AND 2

		Total	Interconnection Charge	Gas Transp. TCPL	Gas Transp. Nova	Gas Supply	Load Balancing
Monthly Cost of Gas Monthly cost of gas per therm as defined on Leaf No 30 of PSC no 3-Gas determined 06/28/06							
by applying the Monthly Cost of Gas which is	Sales	84.63540	0.92740	8.26800	1.26900	67.36100	6.81000
or will be in effect on the effective date of the gas adjustment	Trans	15.86700	0.78900	8.26800			6.81000
Base Cost of Gas							
Base Cost of Purchased Gas per therm	Sales	27.80840	0.26880	7.39900	2.02100	14.37400	3.74560
(April 1, 1996 GAC)	Trans	11.27500	0.13040	7.39900	0.00000	0.00000	3.74560
Gas Adjustments							
Units of Adjustment : Number of Units of 0.01	Sales	5683	66	87	-75	5299	306
cents by which average cost exceeds base cost	Trans	459	66	87			306
Resulting Purchased Gas Adjustment per therm:							
(5683 units x 0.0100500 cents per unit)	Sales	57.11420	0.66330	0.87440	-0.75380	53.25500	3.07530
(459 units x 0.0100000 cents per unit)	Trans	4.59000	0.66000	0.87000			3.06000
Annual GAC Surcharge / Refund Annual surcharge adjustment for the period 09/01/04 to 08/31/05 to be surcharged 01/01/06 - 12/31/06		2.61530	-0.05880	0.68670	0.18140	1.41530	0.39070
	Sales	59.72950	0.60450	1.56110	-0.57240	54.67030	3.46600
	Trans	5.60860	0.60120	1.55670			3.45070
Interruptible Incentive Credit Annual adjustment of the period 10/1/04 - 09/30/05 to be surcharged 12/01/05 - 11/30/06		1.7400	1.7400				
Total Effective Purchased Gas Adjustment	Sales	61.46950	2.34450	1.56110	-0.57240	54.67030	3.46600
per therm	Trans	7.34860 8.92779	2.34120	1.55670	0.00000	0.00000	3.45070
Summary of Gas Supply Costs pe	r Dt	Sales	1				
Weighted Average Commodity Cost		6.73610					
Weighted Average Demand Cost		1.72744					
Weighted Average Cost of Gas		8.46354					
Adjustments		0.46425					
Total Cost		8.92779 per Dt					

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PSC NO: 3-GAS St. Lawrence Gas Company, Inc. Initial Effective Date: 07/01/06 GAC 26 Page 2 of 2

JULY 2006 GAS ADJUSTMENT CLAUSE STATEMENT SERVICE CLASSIFICATION NO. 3

Monthly Cost of Gas		Total	Interconnection Charge	Gas Transp. TCPL	Gas Transp. Nova	Gas Supply	Load Balancing
Monthly cost of gas per therm as defined on Leaf No 30 of PSC no 3-Gas determined 06/28/06							
by applying the Monthly Cost of Gas which is	Sales	78.60310	0.92740	8.26800	1.26900	67.36100	0.77770
or will be in effect on the effective date of the gas adjustment	Trans	9.83470	0.78900	8.26800			0.77770
Base Cost of Gas							
Base Cost of Purchased Gas per therm	Sales	27.80840	0.26880	7.39900	2.02100	14.37400	3.74560
(April 1, 1996 GAC)	Trans	11.27500	0.13040	7.39900	0.00000	0.00000	3.74560
Gas Adjustments							
Units of Adjustment : Number of Units of 0.01	Sales	5079	66	87	-75	5298	-297
cents by which average cost exceeds base cost	Trans	-144	66	87			-297
Resulting Purchased Gas Adjustment per therm:							
(5079 units x 0.0100500 cents per unit)	Sales	51.04400	0.66330	0.87440	-0.75370	53.24490	-2.98490
(-144 units x 0.0100000 cents per unit)	Trans	-1.44000	0.66000	0.87000	0.00000	0.00000	-2.97000
Annual GAC Surcharge / Refund Annual surcharge adjustment for the period							
09/01/04 to 08/31/05 to be surcharged 01/01/06 - 12/31/06		2.61530	-0.05880	0.68670	0.18140	1.41530	0.39070
	Sales	53.65930	0.60450	1.56110	-0.57230	54.66020	-2.59420
	Trans	-0.42140	0.60120	1.55670	0.00000	0.00000	-2.57930

Total Effective Purchased Gas Adjustment	Sales	53.65930	0.60450	1.56110	-0.57230	54.66020	-2.59420
per therm	Trans	-0.42140	0.60120	1.55670	0.00000	0.00000	-2.57930
		8.14677					

Summary of Gas Supply Costs per Dt	Sales
Weighted Average Commodity Cost	6.73610
Weighted Average Demand Cost	1.12421
Weighted Average Cost of Gas	7.86031
Adjustments	0.28646
Total Cost	8.14677
	per Dt

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