Received: 04/26/2007

Status: CANCELLED Effective Date: 05/01/2007

PSC NO: 3-GAS

St. Lawrence Gas Company, Inc. Initial Effective Date: 05/01/07 Statement Type: Statement No: GAC 36 Page 1 of 2

MAY 2007 GAS ADJUSTMENT CLAUSE STATEMENT SERVICE CLASSIFICATION NOS 1 AND 2

				Interconnection	Gas Transp.	Gas Transp.	Gas	Load
Monthly Cost of	f Cas		Total	Charge	TCPL	Nova	Supply	Balancing
Monthly cost of	f gas per therm as defined of PSC no 3-Gas determined 04/26/07							
		Sales	0.998220	0.007770	0.090650	0.012570	0.835300	0.051930
or will be in effect on the effective date of the gas adjustment		Trans	0.150350	0.007770	0.090650			0.051930
Factor of Adjus	tment							
Sales	.99822 x .005 Factor of Adjustment	Sales	0.004991	0.000000	0.000000	0.000000	0.004991	0.000000
Resulting Purc	chased Gas Adjustment per therm:	Sales	1.003211	0.007770	0.090650	0.012570	0.840291	0.051930
		Trans	0.150350	0.007770	0.090650			0.051930
Annual GAC S	urcharge / Refund							
Annual surcha	arge adjustment for the period	Sales	0.068564	-0.000398	0.001574	0.002013	0.043632	0.021743
	8/31/06 to be surcharged	Trans	0.022919	-0.000398	0.001574			0.021743
01/01/07 - 12	/31/07							
		Sales	1.071775	0.007372	0.092224	0.014583	0.883923	0.073673
		Trans	0.173269	0.007372	0.092224			0.073673
Interruptible Incentive Credit Annual adjustment of the period 10/1/05 - 09/30/06 and transition		. Surcharge	0.012329	0.012329				
	12/31/06 to be surcharged 12/01/06 - 11/30/07	i Suicharge	0.012329	0.012329				
Total Effective	Purchased Gas Adjustment	Sales	1.084104	0.019701	0.092224	0.014583	0.883923	0.073673
dollars per therm	1	Trans	0.185598	0.019701	0.092224	0.000000	0.000000	0.073673

Summary of Gas Supply Costs per Dt	Sales
Weighted Average Commodity Cost	8.35300
Weighted Average Demand Cost	1.62920
Weighted Average Cost of Gas	9.98220
Adjustments	0.85884
Total Cost	10.84104
	per Dt

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

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St. Lawrence Gas Company, Inc. Initial Effective Date: 05/01/07 Statement Type: Statement No:

GAC 36

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MAY 2007 GAS ADJUSTMENT CLAUSE STATEMENT SERVICE CLASSIFICATION NO. 3

				Gas	Gas		
			Interconnection	Transp.	Transp.	Gas	Load
		Total	Charge	TCPL	Nova	Supply	Balancing
Monthly Cost of Gas							
Monthly cost of gas per therm as defined							
on Leaf No 30 of PSC no 3-Gas determined 04/26/07							
by applying the Monthly Cost of Gas which is	Sales	0.947816	0.007770	0.090650	0.012570	0.835300	0.001526
or will be in effect on the effective date	Trans	0.099946	0.007770	0.090650			0.001526
of the gas adjustment							
Factor of Adjustment							
Sales .9478 x .005 Factor of Adjustment	Sales	0.004739	0.000000	0.000000	0.000000	0.004739	0.000000
Resulting Purchased Gas Adjustment per therm:	Sales	0.952555	0.007770	0.090650	0.012570	0.840039	0.001526
	Trans	0.099946	0.007770	0.090650			0.001526
Annual GAC Surcharge / Refund							
Annual surcharge adjustment for the period	Sales	0.068564	-0.000398	0.001574	0.002013	0.043632	0.021743
09/01/05 to 08/31/06 to be surcharged	Trans	0.022919	-0.000398	0.001574			0.021743
01/01/07 - 12/31/07							
	Sales	1.021119	0.007372	0.092224	0.014583	0.883671	0.023269
	Trans	0.122865	0.007372	0.092224			0.023269
Total Effective Purchased Gas Adjustment	Sales	1.021119	0.007372	0.092224	0.014583	0.883671	0.023269
Dollars per therm	Trans	0.122865	0.007372	0.092224	0.000000	0.000000	0.023269

Summary of Gas Supply Costs per Dt	Sales		
Weighted Average Commodity Cost	8.353000		
Weighted Average Demand Cost	1.125160		
Weighted Average Cost of Gas	9.478160		
Adjustments	0.733030		
Total Cost	10.211190		
	per Dt		