

PSC NO. 3 GAS

St. Lawrence Gas Company, Inc.

Initial Effective Date: 06/01/2012

Issued in Compliance with Commission Order in Case 11-M-0542, dated December 9, 2011.

Leaf: 191.1

Revision: 2

Superseding Revision: 1

GENERAL INFORMATION

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

XIII.ii. Revenue Decoupling Mechanism (Cont'd)

differ from allowed delivery service revenues. Any over or under collection at the end of the reconciliation period will include simple interest at the prevailing other customer capital rate issued by the Commission. The shortfall or excess will be surcharged or refunded to customers on a volumetric basis over the 12-month period commencing with the first billing cycle in April. The Company will file Statement showing the RDM surcharge or refund rate not later than 45 days after the end of the year. The rate per therm will be developed using a forecast level of throughput per customer. All refunds or surcharges will be subject to reconciliation and included in the subsequent RDM reconciliation.

XIII.iii. Excelsior Jobs Program

Applicable to customers taking service under Service Classification No. 2 and Service Classification No. 3 and meeting the requirements of this section. Customers who qualify for tax credits pursuant to the Excelsior Jobs Program ("EJP") Act (L. 2011, c. 61) may receive EJP discounts as described hereunder.

DEFINITIONS:

A. Baseline Billing Determinants

Baseline billing Determinants in therms, shall be established for Existing Customers and shall be determined based on the twelve monthly billing periods immediately preceding the Company's receipt of the customer's Initial Certification. The Company may estimate or adjust the Baseline Billing Determinants if sufficient billing information does not exist, or if the Company determines the billing history is not representative of usage characteristics of the customer. A customer must increase usage on a monthly basis by 25% to be eligible for the EJP discounts, or be a new customer. The Baseline Billing Determinants that are established per month will remain fixed for the entire EJP term.

B. Incremental Billing Determinants

Incremental Billing Determinants shall mean:

1. an Existing Customer's monthly therm usage in excess of the applicable Baseline Billing Determinants; or
2. a New Customer's monthly therm usage. The Incremental Billing Determinants will be the basis for the delivery usage subject to the EJP discounts under this section.

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