PSC NO. 3 GAS Leaf: 260 St. Lawrence Gas Company, Inc. Revision: 2 Initial Effective Date: 12/01/2006 Superseding Revision: 0 Issued in Compliance with Commission Order in Case 05-G-1635, et. al., dated November 9, 2006.

SERVICE CLASSIFICATION NO. 1

RESIDENTIAL SERVICE (Cont'd)

Customers or Agents transporting their Monthly Average Day Transportation Volume must pay the Seasonalized Imbalance Charge as more fully described in General Information at 2.XI.K.

<u>Backstop Service</u>: For all customer(s) utilizing Reserved Unbundled Transportation Service, company will offer Backstop Sales Service in the event of the failure of supply. The rate for this service will be the highest monthly delivered cost of gas purchased in such month plus the Load Balancing Commodity Charge set forth in this Service Classification applied to all volumes nominated but not delivered in the billing month. In addition to these charges, all pipeline overrun penalty charges billed to company will be assessed against those customers failing to deliver.

Reserved

Rates and Charges: (per meter, per month)

		Reserved
	Sales	Transportation
	Service	Service
Customer Charge:	\$11.50	\$11.50
Contract Administration Charge:		\$125.00
		(Note 1)
Distribution Delivery		
First 4 therms, per therm	\$0.000000	\$0.000000
Next 36 therms, per therm	0.2940	0.2940
Over 40 therms, per therm	0.1582	0.1582
Merchant Function Charge		
All therms, per therm	\$0.0211	N/A
Gas Interconnection: All therms, per therm will be charged thr	ough the GAC	
Gas Transportation: All therms, per therm will be charged through the GAC		(Note 2)
Gas Supply: All therms, per therm will be charged through the GAC		N/A
Load Balancing Commodity Charge:	ough the GAC	

All therms, per therm will be charged through the GAC

Issued by: Catherine E. Hanlon, President and General Manager, 33 Stearns Street, Massena, NY