PSC NO. 3 GAS Leaf: 314 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. 11

DISTRIBUTED GENERATION - RESIDENTIAL (Cont'd)

Gas Cost Adjustment:

The charges for Gas Interconnection, Gas Transportation, Gas Supply and Load Balancing shall be charged through a gas cost adjustment per therm supplied hereunder as set forth in 2.XII.

Minimum Charge:

For Sales Service \$19.57 per meter, per month, plus applicable revenue taxes.

For customers taking Reserved Unbundled Transportation Service and delivering gas to the company at Empress, Alberta, Canada the minimum charge shall be \$19.57 per meter, per month plus the Demand Charge of TransCanada PipeLines Limited plus applicable revenue taxes.

For customers participating in an Agency Gas Transportation Service Agreement, the minimum charge shall be \$19.57 per meter per month plus applicable revenue taxes.

Contract Administration Charge:

For transportation customers a charge of \$125.00 per contract, per month, plus applicable revenue taxes shall be billed to individual customers transporting 50,000 therms or more per year.

Taxes:

The rates and charges are subject to the tax factor as explained in 2.XIV.

Terms of Payment:

Net cash. The amount due if bills are not paid by the due date is arrived at as outlined in 2.III.B. of this tariff.

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