Received: 11/27/2006

Status: CANCELLED Effective Date: 12/01/2006

PSC NO. 3 GAS

St. Lawrence Gas Company, Inc.

Initial Effective Date: 12/01/2006

Leaf: 303

Revision: 2

Superseding Revision: 1

Issued in Compliance with Commission Order in Case 05-G-1635, et. al., dated November 9, 2006.

SERVICE CLASSIFICATION NO. 10

DISTRIBUTED GENERATION - NON-RESIDENTIAL (Cont'd)

Backstop Service:

For all customers utilizing Reserved Unbundled Transportation Service, the 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 a Load Balancing Demand Charge per therm calculated from the Load Balancing Charges set forth in this Service Classification assuming an annual load factor of fifty (50) percent 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.

Conthly Rates and Charges:			Reserved	
	Sales		Transportation	
	<u>Service</u>		<u>Service</u>	
Contract Administration Charge:	N/A		\$ 125.00	
			(N	ote 1)
Distribution Delivery Charge:				
Customers otherwise SC#2 - Customer Charge	\$	18.25	\$	18.25
Customers otherwise SC#3 - Customer Charge	\$	310.00	\$	310.00
For customers with DG units less than 5 Megawatts				
Customers otherwise SC#2 and SC#3 – Summer DG Rate (April – October)				
Commodity Charge:		,		
First 4 therms, per therm	\$	0.000000	\$	0.000000
Next 66 therms, per therm	\$	0.074590	\$	0.074590
Next 4,930 therms, per therm	\$	0.049450	\$	0.049450
Next 45,000 therms, per therm	\$	0.020890	\$	0.020890
Over 50,000 therms, per therm	\$	0.014430	\$	0.014430
Customers otherwise SC#2 and SC#3 – Winter DG Rate (November – March)				
Commodity Charge:		,		
First 4 therms, per therm	\$	0.000000	\$	0.000000
Next 66 therms, per therm	\$	0.087275	\$	0.087275
Next 4,930 therms, per therm	\$	0.059173	\$	0.059173
Next 45,000 therms, per therm	\$	0.024287	\$	0.024287
Over 50,000 therms, per therm	\$	0.016470	\$	0.016470

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