

PSC NO. 3 GAS

St. Lawrence Gas Company, Inc.

Initial Effective Date: 11/01/2007

Issued in Compliance with Commission Order in Case 06-G-0059, dated August 23, 2007

Leaf: 287

Revision: 1

Superseding Revision: 0

SERVICE CLASSIFICATION NO. 4A

MONTHLY AVERAGE DAY INTERRUPTIBLE TRANSPORTATION SERVICE (Cont'd)

Rate:

The maximum rate per month shall be \$0.01 per therm less than the posted price for transportation service under S.C. No. 4 but shall not be less than \$0.01 per therm.

Customers will be advised three business days prior to the effective date as to the posted price for the succeeding month. These rates shall be filed with the Commission and be available for public inspection at the company offices where applications for service may be made.

Note: For Customers and Agents for whom the Point of Receipt is Empress, Alberta, Canada, the charges billed to company for transmission of such gas from Empress, Alberta, Canada to Cornwall or Iroquois, Ontario, Canada on the transmission system of TransCanada PipeLines Limited shall be rebilled to such customers and Agents.

During days of curtailment or complete interruption of service hereunder (other than for events of force majeure), company shall purchase from customer the volume of gas received from customer at the Point of Receipt and not delivered to customer at the Point of Delivery on such Days. Company shall purchase such gas at a price equal to (1) for a customer who accepts assignment of company's transmission arrangements for the volume of sales gas being displaced by customer's direct purchase arrangements, the company's weighted average cost of transmitting gas from Empress, Alberta, Canada to Cornwall, Ontario, Canada on the pipeline system of TransCanada PipeLines Limited, expressed in cents per therm and calculated at one hundred percent (100%) load factor, and (2) a price equal to the greater of the highest monthly delivered cost of gas to the company (less the TCPL effective rate at 100% load factor) or the customer's actual commodity cost of gas (less upstream capacity costs, if included) plus \$0.05 per Mcf. (Customer must support to company's satisfaction "customer's actual commodity cost of gas".)

Minimum Annual Bill:

On an annual basis, customer shall pay to company no less than the product obtained by multiplying the Minimum Annual Quantity by 75% of the simple average of the monthly "cap prices" (as defined in Service Classification No. 4) for the contract year.

Contract Administration Charge:

\$125.00 per contract, per month, plus applicable revenue taxes.

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