PSC NO. 3 GAS   Leaf: 112
St. Lawrence Gas Company, Inc.   Revision: 1
Initial Effective Date: 11/01/2007   Superseding Revision: 0
Issued in Compliance with Commission Order in Case 06-G-0059, dated August 23, 2007

GENERAL INFORMATION

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

   IX.   Gas Curtailment Procedures: (Cont'd)

      3.   Industrial and commercial space heating boiler fuel requirements, air
             conditioning, electric generation, and other nonprocess purposes.

      4.   Industrial and commercial requirements for space heating (other than boiler fuel
             use).

      5.   Process and feedstock requirements.

      6.   Plant protection requirements for customers curtailed in categories IX.B.1.
             through IX.B.5. above.

      7.   Industrial and commercial requirements in firm service classifications.

      8.   Residential requirements in firm service classifications.

      If the reason for the curtailment is in the company's sole judgment due to a force
      majeure condition, the company reserves its right to curtail services outside the order
      listed above in order to protect the efficient operation of its system.

      Except for category (8.), curtailment of all other categories will be done on either a
      proration basis , or on the basis of size, with the largest customers being curtailed first,
      at the sole discretion of the company.

   C.   The following provisions shall govern curtailments and notices of curtailment of sales
         and transportation services resulting from:

      1.   Shortage of St. Lawrence Gas system capacity or

      2.   A loss of deliverability by an interstate pipeline or upstream supplier which
             provides sales service to St. Lawrence Gas or its customers.

         a.   In the event of capacity constraints on the system, curtailments and
               notices of curtailments will normally be made according to the following
               priorities to the extent permitted by operating feasibility, with Priority 2
               being curtailed before Priority 1:

            i.   Priority 1: All firm sales and transportation to customers with
                   dual-fuel facilities;

            ii.   Priority 2: Interruptible sales and transportation service.

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