

PSC NO. 3 GAS  
St. Lawrence Gas Company, Inc.  
Initial Effective Date: 06/04/2004

Leaf: 209  
Revision: 0  
Superseding Revision:

## GENERAL INFORMATION

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

#### XV. Forms: (Cont'd)

##### H. Form of Main Extension Agreement (Cont'd)

THIRD: The surcharge shall be reduced by 50 per cent of adjusted gas revenues, provided, however, that the credit shall not exceed the amount of the surcharge as determined above. Adjusted gas revenues as used herein shall be the revenues realized from the applicable Service Classification rates and charges less the minimum charge, revenue taxes, and the cost of gas. The cost of gas shall be computed by multiplying the average cost of gas per unit – as used in the purchased gas adjustment calculation – by the units of gas used.

FOURTH: Whenever more than one customer is connected to said extension said surcharge shall be so adjusted that said company shall not receive in any one calendar year more than the percentage applicable to said extension from all customers served from said extension and said surcharge shall be reasonably allocated to the several customers served from said extension, taking into account that 100 feet of main, and so much of the service as is in the public street, are to be allowed without surcharge for each customer connected thereto.

FIFTH: Whenever the number of customers on a main extension multiplied by 100 feet shall equal or exceed the length of the main extension, or whenever the total adjusted gas revenue, as defined in the second paragraph above, in each of any two consecutive calendar years from all customers on the main extension shall exceed forty per cent of the actual reasonable cost of said main extension, said cost to be as hereinbefore defined, all surcharges shall cease; and no surcharge shall be imposed if the total estimated adjusted gas revenue in each of any two consecutive calendar years shall exceed forty per cent of said cost as defined in this paragraph.