

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

Leaf: 117
Revision: 0
Superseding Revision:

GENERAL INFORMATION

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

X. Additional Terms and Conditions Applicable to Contracted Sales and Transportation Services:
(Cont'd)

G. Overrun Gas: (Cont'd)

2. If on any day customer should take without company's advance approval a volume of gas in excess of the Authorized Daily Volume, or, if on any day customer fails to comply with any curtailment order of company reducing either customer's hourly or daily take of gas, the volume of gas taken on such day in excess of the Authorized Daily Volume shall constitute unauthorized overrun gas.
3. In the event a customer on any day(s) takes a volume of gas constituting unauthorized overrun gas, such volume shall be deemed to have been sold by company to customer and
 - a. Company may completely discontinue interruptible transportation service to customer hereunder during such day(s).
 - b. The sales rate per therm for Unauthorized Overrun Gas shall be determined from Service Classification No. 2 and shall be the sum of the Distribution Delivery Charge (Next 4,930 therms), the Gas Imbalance Charge, the Gas Transportation Charge, the Gas Supply Charge, the applicable Load Balancing Charge(s) and a penalty charge, as follows:
 - i. for the billing months of April through November, inclusive, \$1.00 per therm
 - ii. for the billing months of December through March, inclusive, \$2.00 per therm.

plus the aggregate amount, if any, that company must pay to any of its suppliers of upstream pipeline, commodity or other services as a result of the overrun. The payment of a penalty for unauthorized overrun gas shall under no circumstances be considered as giving any customer the right to take unauthorized overrun gas nor shall such payment be considered as a substitute for any other remedy available to company against the offending customer for failure to respect its obligation to adhere to the provisions of its contract with company.