Received: 11/08/2016 Status: CANCELLED Effective Date: 11/14/2016

PSC NO. 3 GAS

St. Lawrence Gas Company, Inc.

Initial Effective Date: 11/14/2016

Leaf: 128

Revision: 2

Superseding Revision: 1

Issued in Compliance with Order in Cases 15-G-0382 and 13-G-0076, dated July 15, 2016

GENERAL INFORMATION

- 2. General Rules, Regulations, Terms and Conditions: (Cont'd)
 - XI. Additional Terms and Conditions Applicable to Transportation Service: (Cont'd)
 - K. Disposition of Banked Gas Account (Cont'd):

b.

The aggregated Tolerable Overdeliveries and aggregated Tolerable Underdeliveries shall be summed each month and the resultant volume multiplied by the Imbalance Charge to determine the monthly bill to be rendered to customer for balancing customer's daily requirements at the Point of Delivery.

Any net imbalance at any month end shall be purchased by company or sold to customer as follows:

Tolerable Underdeliveries exceed Tolerable Overdeliveries by:

- a. Less than or equal to 2 percent: company shall sell such volume to customer at company's weighted average cost of gas purchased for such month;
- b. Greater than 2 percent: company shall sell such volume to customer at 120 percent of company's weighted average cost of gas for such month;

Tolerable Overdeliveries exceed Tolerable Underdeliveries by:

- a. Less than or equal to 2 percent: company shall purchase such volume from customer at company's weighted average cost of gas purchased for such month;
- b. Greater than 2 percent: company shall purchase such volume from customer at the lesser of 100 percent of the lowest price paid by company for gas purchased and delivered to company's distribution system for such month and 80 percent of company's weighted average cost of gas purchased for such month;

Issued by: Peter E. Jurgeneit, General Manager, 33 Stearns Street, Massena, NY