

PSC NO: 4 GAS  
ORANGE AND ROCKLAND UTILITIES, INC.  
INITIAL EFFECTIVE DATE: 05/01/07

STATEMENT TYPE: MFC  
STATEMENT NO: 7

RECEIVED: STATUS: EFFECTIVE:

**STATEMENT OF MERCHANT FUNCTION CHARGE**

Effective for Service Rendered On or After May 1, 2007  
Applicable to the Billing Under Service Classification Nos 1, 2 and 6 of  
the Schedule for Gas Service of

**ORANGE AND ROCKLAND UTILITIES, INC.**

**A. Service Classification Nos. 1 and 2 (Cents/Ccf)**

	<u>SC1</u>	<u>SC2</u>
Commodity Procurement	1.392	0.516
Credit and Collections	0.703	0.311
Storage Working Capital (Supply-Related)	1.485	1.485
Uncollectibles (1)	<u>0.534</u>	<u>0.109</u>
Total	4.114	2.421

**B. Service Classification No. 6 (Cents/Ccf)**

	<u>Rate Schedule</u> <u>IA</u>	<u>Rate Schedule</u> <u>IB and II</u>
Credit and Collections	0.703	0.311

**(1) Calculation of Uncollectible Rate**

	<u>SC1</u>	<u>SC2</u>
Uncollectible Percentage (UC%)	0.386%	0.079%
Gas Supply Charge (Statement No. GSC - 81)	137.843	137.843
Uncollectible Charge (GSC/(1-UC%)-GSC) (Cents/Ccf)	0.534	0.109

Issued by: John D. McMahon, President, Pearl River, NY