

PSC NO: 4 GAS  
ORANGE AND ROCKLAND UTILITIES, INC.  
INITIAL EFFECTIVE DATE: 02/01/11

STATEMENT TYPE: MFC  
STATEMENT NO: 53

RECEIVED: STATUS: EFFECTIVE:

### STATEMENT OF MERCHANT FUNCTION CHARGE

Effective for Service Rendered On or After February 1, 2011  
Applicable to the Billing Under Service Classification Nos 1 and 2 of  
the Schedule for Gas Service of

#### ORANGE AND ROCKLAND UTILITIES, INC.

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

	<u>SC1</u>	<u>SC2</u>
Commodity Procurement	1.132	0.396
Credit and Collections	0.650	0.223
Storage Working Capital (Supply-Related)	1.069	1.069
Uncollectibles (1)	<u>0.482</u>	<u>0.108</u>
Total	3.333	1.796

#### (1) Calculation of Uncollectible Rate

	<u>SC1</u>	<u>SC2</u>
Uncollectible Percentage (UC%)	0.635%	0.143%
Gas Supply Charge (Statement No. GSC - 127)	75.411	75.411
Uncollectible Charge (GSC/(1-UC%)-GSC) (Cents/Ccf)	0.482	0.108

Issued by: William Longhi, President, Pearl River, NY