

PSC NO. 4 GAS

ORANGE AND ROCKLAND UTILITIES, INC. LEAF: 113.2
INITIAL EFFECTIVE DATE: November 1, 2012 REVISION: 4
SUPERSEDING REVISION: 3

GENERAL INFORMATION

25. REVENUE DECOUPLING MECHANISM ("RDM") ADJUSTMENT (Continued)

(C) Delivery Revenue Targets (Continued)

Temporary Surcharge) divided by the average number of customers as defined in Appendix K to the Joint Proposal dated June 29, 2009 and adopted by the Commission in its Order issued and effective October 16, 2009 in Case No. 08-G-1398. RPC Targets to become effective November 1, 2012 shall be set equal to the RPC Targets for the 12-month period beginning November 1, 2011, adjusted to remove the effect of revenues associated with the Temporary Surcharge.

The RPC Targets for each customer group included in the RDM are listed below.

	<u>Group A</u>	<u>Group B</u>
Effective November 1, 2009	\$625.71	\$2,575.86
Effective November 1, 2010	\$691.11	\$2,641.60
Effective November 1, 2011	\$745.59	\$2,837.96
Effective November 1, 2012	\$719.85	\$2,684.60

At the conclusion of each 12-month period ending October 31, a Delivery Revenue Target for each customer group will be computed by multiplying the RPC Target by the actual average number of customers for the period.

Adjustments to the Delivery Revenue Targets may be necessary if new legislation or regulation results in a change in delivery revenues for some or all service classifications included in the RDM.

Issued By: William Longhi, President, Pearl River, New York
(Name of Officer, Title, Address)