

PSC NO. 4 GAS

ORANGE AND ROCKLAND UTILITIES, INC. LEAF: 146
 INITIAL EFFECTIVE DATE: October 1, 2009 REVISION: 3
 Issued in Compliance with Commission order in Case 09-M-0311, dated 06/19/09 SUPERSEDING REVISION: 2

SERVICE CLASSIFICATION NO. 9 (Cont'd.)

RATE - MONTHLY: (Cont'd.)

(4) Withdrawable Transportation Service Over and Under-delivery Charges
(Cont'd.)

(b) Over-deliveries - Monthly

If there is an over-delivery at the end of the month, the over-delivered volumes will be purchased by the Company at a rate equal to 95% of the monthly average of the highest daily "Midpoint" rates of the "Louisiana-Onshore South", "Tennessee" receipt points for the month published in Gas Daily in the table "Daily Price Survey", plus the Company's weighted average cost of transportation (WACOT) and fuel losses calculated at 100% load factor.

(c) Under-deliveries - Daily

If on any day a customer's under-delivery is greater than 10% of a customer's actual Loss Adjusted Usage, the under-delivered volumes in excess of 10% will be sold to the customer by the Company at the rates set forth below. The Index Price used to determine the applicable rate shall be equal to the highest daily "Midpoint" rate of the "Louisiana - Onshore South", "Tennessee" receipt points for the applicable day as published in Gas Daily in the table "Daily Price Survey", plus the Company's weighted average cost of transportation (WACOT) and fuel losses calculated at 100% load factor.

| For Under-deliveries | Rate |
|------------------------------|---------------------|
| >10% up to and including 15% | 110% of Index Price |
| >15% up to and including 20% | 115% of Index Price |
| >20% - Winter | 140% of Index Price |
| >20% - Summer | 130% of Index Price |

(d) Under-deliveries - Monthly

If there is an under-delivery at the end of the month, the under-delivered volumes will be sold to the customer by the Company at a rate equal to 105% of the monthly average of the highest daily "Midpoint" rates of the "Louisiana - Onshore South", "Tennessee" receipt points for the month published in Gas Daily in the table "Daily Price Survey", plus the Company's weighted average cost of transportation (WACOT) and fuel losses calculated at 100% load factor.

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