

PSC NO. 4 GAS LEAF: 112  
ORANGE AND ROCKLAND UTILITIES, INC. REVISION: 9  
INITIAL EFFECTIVE DATE: February 1, 2011 SUPERSEDING REVISION: 8  
Issued in compliance with Commission order in Case Numbers 10-M-0457 and 05-M-0090, dated 12/30/10

#### GENERAL INFORMATION

##### 23. Systems Benefits Charge ("SBC")

The SBC will be applied to the Ccf usage on the bills of all customers taking service under Service Classification Nos. 1, 2 and 6 of this Schedule. The SBC will be determined annually and be designed to recover the costs of programs approved for SBC funding by the Commission.

Pursuant to the Commission's June 23, 2008 Order in Case No. 07-M-0548, the SBC shall be established to collect \$116,755 for the fourth quarter of 2008, and \$467,019 for each of the three years beginning 2009. In addition, pursuant to the Commission's Orders dated October 23, 2009 and January 4, 2010 in Case 08-E-1127 et al., Order dated June 24, 2010 in Case 07-M-0548, and Order dated December 30, 2010 in Case Nos. 10-M-0457 and 05-M-0090, the SBC is expected to collect the following amounts: \$851,184, \$1,830,443, \$99,055, \$220,186, and \$15,506, in 2010, 2011, 2012, 2013, and 2014 respectively.

A reconciliation of annual SBC program costs and recoveries through the SBC (eleven months actual, one month forecast) will be submitted by the Company to the Commission on or before December 15 of each year. Any over- or under-collections for each calendar year through 2013 will be reconciled and included in the subsequent year's amount to be collected, commencing January 1 of each year. Any over- or under-collections during 2014 will be reconciled and credited to or collected from customers as directed by the Commission.

Not less than fifteen days prior to a proposed change in the SBC, a Statement showing the SBC and the effective date will be filed with the Commission apart from this Schedule. Such Statement will be available to the public at Company offices at which applications for service may be made. The SBC will remain in effect until changed as authorized by the Commission.

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