

PSC NO. 4 GAS LEAF: 130.1
ORANGE AND ROCKLAND UTILITIES, INC. REVISION: 1
INITIAL EFFECTIVE DATE: November 1, 2006 SUPERSEDING REVISION:
Issued in compliance with Commission order in Case 05-G-1494, dated 10/20/06

SERVICE CLASSIFICATION NO. 6 (Cont'd.)

RATE - THREE PART - MONTHLY:

(2) Balancing Service Option or Winter Bundled Sales Service Option

Upon applying for firm transportation service under Service Classification No. 6, a customer must elect either the Balancing Service Option or Winter Bundled Sales Service Option.

(A) Balancing Service Option

The Balancing Service Option provides for a Seller to deliver gas to the Company's citygate on behalf of all of its customers in the Seller's Aggregation Group based on the customers' average daily usage for the same month last year, weather normalized and restated on a calendar month basis, with the Company redelivering the gas to the Seller's customers on an as needed basis. A customer selecting the Balancing Service Option shall be required to pay the Balancing Fee as set forth in 2(D) below.

Issued By: John D. McMahon, President, Pearl River, New York
(Name of Officer, Title, Address)