Received: 10/31/2006 Status: CANCELLED Effective Date: 11/01/2006

PSC NO. 4 GAS

ORANGE AND ROCKLAND UTILITIES, INC.

INITIAL EFFECTIVE DATE: November 1, 2006

Issued in compliance with Commission order in Case 05-G-1494, dated 10/20/06

SERVICE CLASSIFICATION NO. 8 (Cont'd.)

SPECIAL PROVISIONS: (Cont'd.)

(H) <u>Imbalance Trading</u> (Cont'd.)

(2) Monthly Imbalance Trading (Cont'd.)

to contact Sellers with whom a monthly imbalance trade appears feasible. Sellers will have three business days from the time of the posting to contact the Company with their imbalance trading results. Imbalance trading results will be communicated back to the Company via an Internet application. Imbalance trading results must be authorized by both trading partners in order to be considered valid by the Company. Trading results not received within the three business day period will not be processed by the Company.

Any volumes not traded on a monthly basis shall be subject to Over- and Under-delivery Charges in accordance with Part (2) of RATE - FOUR PART - MONTHLY.

(I) New Interruptible Customer Eligibility Requirement

Customers commencing service under this Service Classification on or after November 1, 2006, must, in addition to the other requirements of this Service Classification, demonstrate to the Company's satisfaction annual gas consumption of at least 100,000 Ccf at a single meter.

Unless the Company possesses sufficient usage history to determine eligibility for service under this Service Classification, the customer shall provide the Company with a reasonable estimate of the customer's annual gas usage. In the event a customer does not provide the Company with the required information to determine the customer's eligibility for service hereunder, the Company will attempt to estimate the customer's annual gas usage using the best available information. A customer may be denied service under this Service Classification if the customer fails to supply the information required to determine initial eligibility.

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