

PSC NO. 4 GAS

ORANGE AND ROCKLAND UTILITIES, INC. LEAF: 138.1
 INITIAL EFFECTIVE DATE: June 1, 2004 REVISION: 7
SUPERSEDING REVISION: 6

SERVICE CLASSIFICATION NO. 8 (Cont'd.)**RATE - SEVEN PART - MONTHLY: (Cont'd.)**(2) Over and Under-delivery Charges (Cont'd)(c) Under-deliveries - Daily

If on any day a customer's under-delivery is greater than 10% of a customer's actual 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 an including 15%	110% of Index Price
>15% up to an 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.

(3) Emergency Service Charge

If, during a period of Company-initiated interruption, a customer is unable to secure customer's alternate fuel or customer's alternate fuel equipment becomes inoperable; upon the request of said customer, the Company, at its sole discretion, may elect to serve said customer to the extent it deems possible. This provision does not express or imply any guarantee of service, nor does it release any customer from any other provision of this tariff. Service rendered under this provision may be terminated at any time at the Company's option upon not less than two hours notice. The charge for service rendered under this provision will be as follows:

- a) All Ccf at 120% of the highest daily "Midpoint" rate of the "Louisiana - Onshore South", "Tennessee" receipt points for the appropriate day as published in

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