

PSC NO. 4 GAS LEAF: 166.7
ORANGE AND ROCKLAND UTILITIES, INC. REVISION: 2
INITIAL EFFECTIVE DATE: February 19, 2004 SUPERSEDING REVISION: 0
Issued in compliance with Orders of the Public Service Commission dated
December 19, 2003 in Case Nos. 98-M-1343, 99-M-0631, and 03-M-0017.

SERVICE CLASSIFICATION NO. 11 (Cont'd.)

SPECIAL PROVISIONS:

- (A) Subject to the Force Majeure provisions in Special Provision C, Seller must deliver to the Company on each day of the month at specified interconnection points with the Company's distribution system, which points are determined by the Company, the ADCQ as provided to the Seller pursuant to the above Nomination Procedures.

On a day the Seller delivers a volume other than the ADCQ, the Seller will be subject to a daily cashout and/or penalty as follows:

- (1) For any underdeliveries of the Seller's ADCQ, as reflected in the table below, the Seller will be cashed out at a rate equal to the Company's weighted average transportation cost including fuel losses, calculated at 100% load factor ("WACOT") plus a gas cost 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" as follows:

<u>Percentage of ADCQ Underdelivered</u>	<u>Gas Daily Gas Cost</u>
0 to 2%	100%
2% to 5%	110%
5% or greater	120%

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