

PSC NO. 4 GAS	LEAF:	164
ORANGE AND ROCKLAND UTILITIES, INC.	REVISION:	4
INITIAL EFFECTIVE DATE: May 1, 2004	SUPERSEDING REVISION:	3

SERVICE CLASSIFICATION NO. 11 (Cont'd.)**DISCONTINUANCE OF SERVICE BY A SELLER:** (Cont'd.)Discontinuance of Sales by Seller to Individual Customer (Cont'd.)

- e) that there will be no switching fee charged by the Company to the customer for a switch back to the Company, whether as an interim measure until a new Seller is selected or as a permanent action.

Sample copies of the form of notices to customers under this process shall be provided to the Department of Public Service for review at least five calendar days before the letters are sent to customers.

If the Seller does not provide the required notice to its retail customers and the Company, the Seller may be determined ineligible by the Commission to sell gas to retail customers in New York State and/or may be assessed a monetary penalty by the Commission.

Upon receipt of a switch request from a subsequent Seller following the discontinuance notice, the Company will verify the intended switch with the customer in accordance with Rider A.

Upon a Seller's discontinuance of service to customers pursuant to the provisions of this section, and the sum of the Max ADCQs of that Seller's discontinued customers (that the Company will be required to serve or for which the Company will be required to provide capacity to another Seller) exceeds 1,000 Dths, the Company may exercise its assignment/designation rights described in Capacity Option B of the Capacity Options For Sellers section of this Service Classification up to the level of the sum of the Max ADCQs of that Seller's discontinued customers. If at the time of discontinuance of service by a Seller to customers pursuant to the provisions of this section, other Sellers and/or Direct Customers also have discontinued service to customers or discontinued securing their own gas supply, respectively, and the sum of the Max ADCQs from all discontinued customers (that the Company will be required to serve or for which the Company will be required to provide capacity to another Seller) exceeds 1,000 Dths, the Company may exercise its assignment/designation rights described in Capacity Option B of the Capacity Options For Sellers section of this Service Classification. The Company's exercise of its assignment/designation rights for any such individual Seller and/or Direct Customer will be in the direct proportion that such individual Seller's or Direct Customer's Max ADCQs bear to the sum of the Max ADCQs from all discontinued customers.

Involuntary Discontinuance of Seller's Right to Provide Service

The Company shall have the right to initiate a process to discontinue a Seller's participation in the Company's Gas Transportation Service Program:

- a) where the Company determines that it is necessary or desirable for safety or for system reliability reasons as specified in Special Provision B;

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