

PSC NO. 4 GAS LEAF: 80.2
ORANGE AND ROCKLAND UTILITIES, INC. REVISION: 3
INITIAL EFFECTIVE DATE: November 1, 2003 SUPERSEDING REVISION: 2
Issued in compliance with Order in Case No. 02-G-1553, dated 10/23/03

GENERAL INFORMATION

12. ADJUSTMENT OF RATES IN ACCORDANCE WITH CHANGES IN THE COST OF GAS
(Cont'd.)

12.2 MONTHLY GAS ADJUSTMENT (Cont'd.)

(F) Interim Backout Lost Revenue Adjustment (applicable to Service Classification Nos. 1, 2, and 6)

The Monthly Gas Adjustment applicable to Service Classification Nos. 1, 2, and 6 shall be adjusted to reflect an Interim Backout Lost Revenue Adjustment to recover the lost revenues associated with the Interim Backout Credit. Any difference between lost revenues recovered through the Interim Backout Lost Revenue Adjustment and actual lost revenues due to the operation of the Interim Backout Credit shall be reconciled annually and reflected in the Monthly Gas Adjustment billed in the following year.

(G) Statement of Monthly Gas Adjustment

- 1) The Monthly Gas Adjustment shall be effective for service rendered on and after the first day of the calendar month following the computation date and shall continue in effect until changed.
- (2) The Statement of Monthly Gas Adjustment shall be filed with the Public Service Commission and apart from this Rate Schedule not less than three days prior to the date on which it is proposed to be effective. Such Statement will be available to the public at Company offices at which applications for service may be made.

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