

PSC NO. 4 GAS LEAF: 137.2
ORANGE AND ROCKLAND UTILITIES, INC. REVISION: 0
INITIAL EFFECTIVE DATE: November 1, 2003 SUPERSEDING REVISION:
Issued in compliance with Order in Case No. 02-G-1553, dated 10/23/03

SERVICE CLASSIFICATION NO. 8 (Cont'd.)

RATE - SEVEN PART - MONTHLY: (Cont'd)

(1) Transportation Charge (Cont'd)

The Base Charge shall not be less than five percent of the Company's "Average Commodity Cost of Gas" for the month in which the Base Charge becomes effective as determined in accordance with the provisions of Service Classification No. 3 of this Schedule.

The Base Charge shall not be greater than (i) the lowest per unit delivery charge for service under Service Classification No. 2 of this Schedule minus (ii) 50 cents per Mcf.

Notwithstanding the foregoing, for the period November 1, 2003 through October 31, 2006 the base charge shall not exceed \$0.65 per Mcf.

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