

PSC NO. 4 GAS LEAF: 160
ORANGE AND ROCKLAND UTILITIES, INC. REVISION: 6
INITIAL EFFECTIVE DATE: April 1, 2004 SUPERSEDING REVISION: 4

SERVICE CLASSIFICATION NO. 11 (Cont'd.)**NOMINATION PROCEDURES:** (Cont'd)

- (8) By the 27th of each month, Seller, for additional capacity increments obtained under Capacity Option A, must confirm with the interstate pipelines all released firm pipeline capacity and provide service package numbers to the Company.
- (9) Three workings days prior to the first day of the following month, Seller, for its capacity obtained under Capacity Option B, must provide to the Company the contract number(s) and volume(s) to be delivered for the Aggregation Group.

Seller will be credited for deliveries to the Company on each day in accordance with the daily volume confirmation(s) of the interstate pipeline(s) utilized by Seller.

TERMS OF PAYMENT:

Bills are due when rendered, subject to a late payment charge of 1.5% per month on all amounts not paid within 20 calendar days of the date of the invoice. Bills will not be suspended as a consequence of a complaint filed with the Commission.

Seller claims that invoices are not correct must be made in writing and postmarked no later than three months after the disputed invoice was mailed or electronically transmitted.

Unless otherwise agreed to by both the Seller and the Company, payment for services shall be rendered to the Company via electronic funds transfers.

Unless otherwise agreed to by the Company and the Seller, payments will be applied to arrears first and then to current charges.

Upon failure of a Seller to make any payment when due, the Company will draw down on any security that may be available. The Company will notify the Seller when it begins to draw down the security and the amount that must be replenished. If there is no security, or if the Seller fails to replenish the security within five calendar days, the Company will commence discontinuance procedures against the Seller. If the Company incurs collection expenses in order to collect past due amounts from the Seller, the actual costs incurred will be charged to the Seller.

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