PSC NO. 4 GASLEAF:141.2ORANGE AND ROCKLAND UTILITIES, INC.REVISION:4INITIAL EFFECTIVE DATE: October 1, 2005SUPERSEDING REVISION:3

SERVICE CLASSIFICATION NO. 8 (Cont'd.)

SPECIAL PROVISIONS: (Cont'd.)

- (G) <u>Provisions Relating Interruptions</u> (Cont'd.)
 - (2) <u>Charge for Unauthorized Use of Gas</u> (Cont'd.)

equal to the highest daily "Midpoint" rate of the "Louisiana-Onshore South", "Tennessee" receipt points for the appropriate day as published in Gas Daily in the table "Daily Price Survey" plus the Company's weighted average cost of transportation (WACOT) and fuel losses at 100% load factor.

(3) <u>Charge for Inoperable Alternate Fuel/Energy Facilities or</u> <u>Inadequate Fuel Reserves</u>

Customers that fail to comply with the requirements set forth in Special Provision F above shall be subject to a charge equal to the greater of a) 130% of the cost of its alternate fuel, as established with reference to appropriate fuel price indices as determined in accordance with the Company's Gas Transportation Operating Procedures or b) 130% of the rates charged by the Company under Service Classification No. 3 of this Schedule, minus the rates paid by the customer under this Service Classification. This additional charge shall be applied to all gas consumed during the billing period, excluding any Firm Base Load volumes, in which there is noncompliance and for any subsequent billing periods during which the non-compliance continues.

(H) Imbalance Trading

Direct Customers shall be permitted to trade imbalances with other Direct Customers and Qualified Sellers taking service under Service Classification No. 13 on both a daily and monthly basis in accordance with the provisions below. For the purposes of this provision, the term "Seller" shall refer to both Qualified Sellers and Direct Customers.

(1) Daily Imbalance Trading

The Company shall post imbalance information on its Retail Access Internet site. The posting will include a list of Sellers with telephone and e-mail information, the pipeline on which the imbalance occurred, and a + or - sign to indicate the direction of each Seller's imbalance for that given day. The actual daily imbalance for each Seller listed will not be disclosed. It will be the responsibility of the Seller to review the imbalance site and to contact those Sellers with whom a daily imbalance trade appears feasible. Imbalance information will be posted by 4:00 p.m. Monday through Friday for gas days ending on a business day. Imbalance information for gas days ending on Saturday, Sunday or on a Company-

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