

PSC NO. 4 GAS

ORANGE AND ROCKLAND UTILITIES, INC.	LEAF: 141.2
INITIAL EFFECTIVE DATE: October 1, 2005	REVISION: 5
	SUPERSEDING REVISION: 4

SERVICE CLASSIFICATION NO. 8 (Cont'd.)

SPECIAL PROVISIONS: (Cont'd.)

(G) Provisions Relating Interruptions (Cont'd.)

(2) Charge for Unauthorized Use of Gas (Cont'd.)

Transportation and Supplemental Sales Charges" for the month in which the violation occurred or b) nine times the applicable interruptible sales rate determined in accordance with Service Classification No. 3 of this Rate Schedule and as set forth in the monthly "Statement of Interruptible Gas Rates" for the month in which the violation occurred. For the purposes of this provision, the cost of gas shall be 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) Charge for Inoperable Alternate Fuel/Energy Facilities or Inadequate Fuel Reserves

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 non-compliance 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 plus or minus sign to indicate the direction of each Seller's imbalance for that

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