

..DID: 10131
..TXT: PSC NO: 4 GAS LEAF: 188.6
COMPANY: ORANGE AND ROCKLAND UTILITIES, INC. REVISION: 1
INITIAL EFFECTIVE DATE: 10/01/99 SUPERSEDING REVISION: 0
STAMPS: Issued in compliance with Order in Case 98-M-1343 dated 09/22/99
RECEIVED: 09/30/99 STATUS: Effective EFFECTIVE: 10/01/99

SERVICE CLASSIFICATION NO. 13 (Cont'd.)

CREDITWORTHINESS: (Cont'd.)

Credit Review (Cont'd.)

2) (Cont'd.)

and such Seller shall provide the Company current financial statements, annual reports, 10-K reports or other filings with regulatory agencies, as deemed necessary by the Company, to determine the above unsecured credit limitations and Seller shall post security for the amount of the Company's credit exposure as identified in "Credit Limit and Security Determination" in excess of the above credit limitations; or

3) posting security in an acceptable form as identified in "Acceptable Forms of Financial Security".

The Company shall have the option to require a Seller having the minimum credit rating identified above to post security with the Company for the amount by which the Company's credit exposure with the Seller exceeds 5% of the Company's gas revenues from retail customers during the time period security is required to be posted.

A Seller having the minimum credit rating identified above, shall provide the Company the maximum security identified herein if:

1)

the Seller or its guarantor is placed on credit watch with negative implications by any rating agency or the Company receives information that indicates that the Seller's or its guarantor's credit rating could be downgraded below the minimum rating required. The resulting increase in the security requirement will be lifted if the Seller's or its guarantor's credit rating fails to be downgraded within 60 days; or

2)

the Seller's status as a billing agent is terminated by another New York utility for failing to render timely bills to customers or make timely payments to the utility.

Issued By: Kevin Burke, President, Pearl River, New York
(Name of Officer, Title, Address)