

..DID: 13036
..TXT: PSC NO: 4 GAS LEAF: 119
COMPANY: ORANGE AND ROCKLAND UTILITIES, INC. REVISION: 3
INITIAL EFFECTIVE DATE: 10/01/00 SUPERSEDING REVISION: 1
STAMPS: Issued in compliance with Order in Case 00-G-0996 dated 08/24/00
CANCELLED by Supplement 13 effective 10/01/00
RECEIVED: 09/05/00 STATUS: Cancelled EFFECTIVE: 10/01/00

SERVICE CLASSIFICATION NO. 3 (Cont'd.)

RATE - FOUR PART - MONTHLY: (Continued)

(1) Unit Charge (Cont'd.)

The Unit Charge shall not be less than the "Average Commodity Cost of Gas" plus a take or pay surcharge as provided for in the Commission's Order dated March 29, 1989 in Case 88-G-062.

The Unit Charge shall not be greater than the sum of (i) the lowest per unit charge for service under Service Classification No. 2, plus (ii) the gas adjustment charge applicable to service under Service Classification No. 2.

The "Average Commodity Cost of Gas" shall be computed monthly by:

- (a) applying the commodity rates and charges of the Company's gas suppliers, which are or will be in effect on the date the gas adjustment charge applicable to Service Classification Nos. 1 and 2 becomes effective, to the respective quantities of purchased gas taken from each supplier during the twelve consecutive calendar months immediately preceding the date of computation.
- (b) applying the commodity rates and charges of the Company's gas suppliers, which are or will be in effect on the date the gas adjustment charge applicable to Service Classification Nos. 1 and 2 becomes effective for new or substantially amended gas supply contracts (substantially amended gas contracts mean changes have the effect of increasing or decreasing either the quantities of gas or the cost of the gas by more than 5 percent) under which gas has not been purchased during all of the twelve calendar months immediately preceding the computation dates, to volumes equal to the annual volumes to be taken under each such contract.
- (c) dividing the sum of items (a) and (b) by the quantity of gas purchased during such twelve months.

(2) Penalty Charge (if applicable)

All gas used by a customer during a period of interruption shall be subject to a penalty equal to the higher of a) \$25.00 per Mcf plus the cost of gas or b) \$45.00 per Mcf except for such gas taken under Special Provision D. 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.

Issued By: Stephen B. Bram, President, Pearl River, New York

(Name of Officer, Title, Address)