

..DID: 13946
..TXT: PSC NO: 4 GAS LEAF: 141.2
COMPANY: ORANGE AND ROCKLAND UTILITIES, INC. REVISION: 1
INITIAL EFFECTIVE DATE: 12/01/00 SUPERSEDING REVISION: 0
STAMPS: Issued in compliance with Order in Case 99-G-1695 dated 11/20/00.
Cancelled by 2 Rev. Leaf No. 141.2 Effective 12/01/2001
RECEIVED: 11/29/00 STATUS: Cancelled EFFECTIVE: 12/01/00

SERVICE CLASSIFICATION NO. 8 (Cont'd.)

SPECIAL PROVISIONS: (Cont'd.)

(G) Reserve Requirements (Cont'd.)

- (2) Other interruptible customers must maintain reserve levels acceptable to the Company.

A customer that fails to meet the above-stated reserve requirement shall be subject to an additional charge equal to the greater of a) 110% of the cost of its alternate fuel, as established with reference to appropriate fuel price indices or b) 110% of the rates charged by the Company for service under Service Classification No. 3 of this Schedule, minus the rates paid by the customer under this Service Classification. This additional charge shall be billed retroactively to November 1 and until such time that the customer is in compliance with this Special Provision.

(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-observed holiday will be posted on the following business day. Sellers will have three business days from the time of the posting to contact the Company, via an internet application, with their imbalance trading results. Imbalance trading results must be authorized by both trading partners in order to be considered valid by the Company. The Company will not process any trading results that are received after the three business day period.

Issued By: Stephen B. Bram, President, Pearl River, New York
(Name of Officer, Title, Address)