..DID: 4641 ..TXT: PSC NO: 4 GAS LEAF: 80.1 COMPANY: ORANGE AND ROCKLAND UTILITIES, INC. REVISION: 0 INITIAL EFFECTIVE DATE: 08/24/98 SUPERSEDING REVISION: STAMPS: Cancelled by 1 Rev. Leaf No. 80.1 Effective 08/24/1998 RECEIVED: 07/24/98 STATUS: Cancelled EFFECTIVE: 08/24/98

GENERAL INFORMATION

12. ADJUSTMENT OF RATES IN ACCORDANCE WITH CHANGES IN THE COST OF GAS (Cont'd.)

12.1 APPLICABLE TO SERVICE CLASSIFICATION NOS. 1 AND 2 (Cont'd.)

(M) <u>Stranded Cost Surcharges</u>

Customers will be assessed a surcharge to the Gas Adjustment Charge to recover the stranded upstream pipeline capacity costs associated with gas restructuring pursuant to Case 93-G-0932 and Service Classification No. 12 (SC #12). For purposes of this provision, the surcharge rate shall be the rate derived from (a) the cost of upstream pipeline capacity that otherwise would have been assigned to Qualified Sellers absent the implementation of SC No. #12, less (b) the estimated amount of revenue obtained for SC #12 capacity from others, divided by (c) the sales and transportation volume estimated to be sold and delivered to Service Classification Nos. 1, 2, 5, and 6 during the period.