

..DID: 11969
..TXT: PSC NO: 4 GAS LEAF: 77
COMPANY: ORANGE AND ROCKLAND UTILITIES, INC. REVISION: 4
INITIAL EFFECTIVE DATE: 08/01/00 SUPERSEDING REVISION: 1
STAMPS:
Cancelled by 5 Rev. Leaf No. 77 Effective 12/01/2000
RECEIVED: 05/15/00 STATUS: Cancelled EFFECTIVE: 08/01/00

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.)

(G) Credit/Surcharge for Interruptible and Firm Dual Fuel Sales and Transportation Service Benefits (Cont'd.)

(1) (Cont'd.)

The remaining twenty percent of the benefits, if any, shall be retained by the Company and shall be excluded from any determination of Company earnings in excess of the level allowed by the Public Service Commission as any of the provisions of Section 66, subsection 20 of the Public Service Law of the State of New York.

- (2) The unit rate determined in (1) will be applied to the firm gas adjustment charge previously calculated. At the end of the fiscal year, the Company will determine the actual benefits accrued and compare this amount to the benefits disbursed to (or recovered from) the firm gas customers during the fiscal year.

Any difference between the benefits accrued and the benefits disbursed (or recovered) shall be reflected in the estimated credit (or surcharge) for the next fiscal year. This procedure will continue as long as the Company is making interruptible and/or firm dual fuel sales, providing interruptible transportation service or as long as there is a residue of benefits to be disbursed (or recovered).

- (3) The Company shall modify the unit rate determined in (1) if a significant change to its estimate of (a) sales volumes to firm, firm dual fuel and/or interruptible customers, (b) volumes transported to interruptible transportation customers and/or (c) benefits, occurs during a fiscal year.

(H) Alternate Fuel Costs Adjustment Rate

- (1) When the Company must curtail the use of natural gas, the Company will implement its Alternate Fuel Payback Plan as a means of reducing gas consumption. Customers utilizing dual-fuel facilities will be paid the difference between the alternate fuel costs and the equivalent Btu volume of gas priced at their present Service Classification rate including the gas adjustment charge in accordance with the guidelines set forth below:

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