

..DID: 10512
..TXT: PSC NO: 4 GAS LEAF: 192
COMPANY: ORANGE AND ROCKLAND UTILITIES, INC. REVISION: 1
INITIAL EFFECTIVE DATE: 12/01/99 SUPERSEDING REVISION: 0
STAMPS: Issued in compliance with Order in Case 98-G-0122 dated 11/02/99
RECEIVED: 11/24/99 STATUS: Effective EFFECTIVE: 12/01/99

SERVICE CLASSIFICATION NO. 14**RATE - SIX PART - MONTHLY: (Continued)****(4) Over and Under-delivery Charges (Continued)**

Over- and under-deliveries shall be determined as specified below. However, if the pipeline transporting gas to the Company's system boundary imposes more stringent over- or under-delivery limits or purchase or sales rates on the Company, such limits and rates shall apply to the customer and will supersede those contained herein. Additionally, a customer transporting gas on more than one pipeline serving the Company shall have over- or under-deliveries calculated on each transporting pipeline. The over- or under-delivery shall be allocated proportionally to each pipeline based on the nominated volumes.

If on any day the over-delivery or under-delivery is less than 2% of a customer's actual daily usage, the customer may adjust subsequent daily deliveries to the Company by an amount not to exceed 2% of any day's usage to eliminate any over- or under-deliveries by the end of the month. Any over- or under-delivery remaining at the end of each month will be cashed out. To cash out over- or under-deliveries, the customer must sell the over-delivered volumes to the Company or purchase the under-delivered volumes from the Company as specified below.

(a) Over-deliveries - Daily

If on any day a customer's over-delivery is greater than 2% of a customer's actual usage, the over-delivered volumes in excess of 2% will be purchased by the Company at a rate equal to 80% of the highest "Midpoint" rate of the "Louisiana-Onshore South", "Tennessee" receipt points for the applicable gas flow day as published in Gas Daily in the table "Daily Price Survey" - "Flow Date".

(b) Over-deliveries - Monthly

If there is an over-delivery at the end of the month, the over-delivered volumes will be purchased by the Company at a rate equal to 95% of the monthly average of the highest daily "Midpoint" rates of the "Louisiana-Onshore South", "Tennessee" receipt points for the month published in Gas Daily in the table "Daily Price Survey" - "Flow Date".

(c) Under-deliveries - Daily

If on any day a customer's under-delivery is greater than 2% of a customer's actual usage, the under-delivered volumes in excess of 2% will be sold to the customer by the Company at a rate equal to 120% of the highest daily "Midpoint" rate of the "Louisiana - Onshore South",

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