..DID: 6763 ..TXT: PSC NO: 4 GAS LEAF: 150 COMPANY: ORANGE AND ROCKLAND UTILITIES, INC. REVISION: 2 INITIAL EFFECTIVE DATE: 01/29/99 SUPERSEDING REVISION: 1 STAMPS: CANCELLED by Supplement 5 effective 08/01/99 Suspended by order in Case 98-G-2000. See suppl. No. 4, RECEIVED: 12/30/98 STATUS: Cancelled EFFECTIVE: 11/29/99

SERVICE CLASSIFICATION NO. 10 (Cont'd.)

RATE - FIVE PART - MONTHLY: (Cont'd.)

(2) Facilities Expansion Charge

Customer shall have the option to pay for all additional facilities required to take service hereunder, or to have the Company pay for such facilities and to pay a Facilities Expansion Charge each month which will be designed to allow the Company to recover its investment and to earn a return on it. The charge shall also include income tax consequences and provide complete recovery over a period not longer than the initial term.

(3) <u>Supplemental Sales Charge</u>

The rate for all Dth delivered to a customer in excess of the amount of gas stated in the service agreement shall be the "Unit Charge" for service rendered under Service Classification No. 3 of this Schedule, but not 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 for the month in which service is rendered. Also see Special Provision B.

(4) <u>Penalty Charge</u>

All gas used by a customer during periods in which the Company has requested customer to discontinue usage of gas service shall be subject to a minimum penalty of \$10.00 per Dth, or any penalty the Company may incur from a pipeline due to customer's unauthorized takes that is greater than the minimum penalty. The Company may, at its option, waive this penalty during emergencies. In addition, the customer will be billed a Supplemental Sales Charge.

(5) <u>Increase in Rates and Charges</u>

The rates and charges under this Service Classification, including the delivery charge, demand charge, commodity charge, supplemental sales charge and penalty charge will be increased pursuant to General Information Section 15 of this Schedule.

TERM:

The initial term and renewal options shall be as provided for in the service agreement.

Issued By: R. Lee Haney, Chief Financial Officer, Pearl River, New York

(Name of Officer, Title, Address)