

..DID: 6781  
 ..TXT: PSC NO: 4 GAS LEAF: 132  
 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. 6 (Cont'd.)**

**RATE - THREE PART - MONTHLY: (Cont'd.)**

(2) Balancing Service Option or Functional Storage Service Option  
 (Cont'd.)

(D) (Cont'd.)

The Balancing Fee, as defined below, shall be assessed on each therm of Balancing Service rendered pursuant to Service Classification No. 6. The Balancing Fee shall equal the sum of the Company's annualized fixed storage charges and fixed pipeline transportation charges from storage to the pipeline delivery point(s) at the boundary of the Company's service territory divided by System Balancing capability, all as set forth in the determination of the Company's monthly Gas Adjustment Charge.

- (E) The Balancing Fee in 2(D), and the Peak Shaving Supply Fee in 2(C) shall be shown as separate line items in the Statement of Adjustments to Firm Transportation Service Rates as filed with the Commission each month. The Balancing Fee will be billed only during the months of November through March.

(3) Increase in Rates and Charges

- a. Interim Recovery of Gas Supplier Take or Pay Charges - All volumes used under this Service Classification shall be assessed surcharges calculated according to the Stipulation and Resolution of Issues approved by the New York State Public Service Commission in Case No. 88-G-062. The Take or Pay Surcharges are designed to collect, subject to refund, a certain portion of Take or Pay Charges currently being billed to the Company by interstate pipelines, as well as a certain portion of Take or Pay Charges heretofore deferred. The Take or Pay Surcharges will be shown as separate line items in the Statement of Adjustments to Firm Transportation Service Rates as filed with the Commission each month.

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

(Name of Officer, Title, Address)