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..TXT: PSC NO: 4 GAS LEAF: 150
COMPANY: ORANGE AND ROCKLAND UTILITIES, INC. REVISION: 6
INITIAL EFFECTIVE DATE: 01/14/02 SUPERSEDING REVISION: 5
STAMPS: Issued in compliance with Order in Case 00-G-0996 dated 10/31/01.
RECEIVED: 12/14/01 STATUS: Effective EFFECTIVE: 01/14/02

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) Supplemental Sales Charge

The rate for all Mcf 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" for the month in which service is rendered. Also see Special Provision B.

(4) Penalty Charge

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 equal to the higher of a) 120% of the wholesale electric market price at the time of non-compliance converted to a gas price in accordance with the Company's Gas Transportation Operating Procedures or b) \$10.00 per Mcf plus the Supplemental Sales Charge, 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.

(5) Increase in Rates and Charges

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: Stephen B. Bram, President, Pearl River, New York
(Name of Officer, Title, Address)