..DID: 17902 ..TXT: PSC NO: 4 GAS LEAF: 197.1 COMPANY: ORANGE AND ROCKLAND UTILITIES, INC. REVISION: 1 INITIAL EFFECTIVE DATE: 01/14/02 SUPERSEDING REVISION: 0 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. 14 (Cont'd.)

SPECIAL PROVISIONS: (Cont'd.)

(G) <u>Reserve Requirements</u> (Cont'd.)

A customer with an inadequate alternate fuel reserve that fails to discontinue gas service at any time during the first five days in which the Company has requested customer to discontinue usage of gas service in any winter season shall be billed an additional charge equal to the greater of a) 130% of the cost of its alternate fuel, as established with reference to a published distillate fuel index price as determined in accordance with the Company's Gas Transportation Operating Procedures or b) 130% of the rates charged by the Company for service under Service Classification No. 3 of this Schedule, minus the rates paid by the customer under this Service Classification. Any customer with an inadequate alternate fuel reserve as of November 1 of each year will similarly be subject to the same additional charge. This additional charge shall be applied to all gas consumed during the billing period in which there is non-compliance and for any subsequent billing periods during which the non-compliance continues.

Issued By: <u>Stephen B. Bram, President, Pearl River, New York</u> (Name of Officer, Title, Address)