

PSC NO. 4 GAS LEAF: 136
ORANGE AND ROCKLAND UTILITIES, INC. REVISION: 3
INITIAL EFFECTIVE DATE: November 1, 2015 SUPERSEDING REVISION: 1
Issued in compliance with Commission order in Case 14-G-0494, dated 10/16/15

SERVICE CLASSIFICATION NO. 7 (Cont'd.)

SPECIAL PROVISIONS APPLICABLE TO OPTION II CUSTOMERS: (Cont'd.)

(C) Provisions Related to Interruptions

(1) Failure to Interrupt

Customers that fail to fully interrupt their use of gas for any two interruption periods (including any Company announced planned interruptions)("two-violation rule") during each Winter Period (November through March), will thereafter be ineligible for service hereunder and will be transferred to Service Classification No. 2 or 6, whichever is applicable, commencing with the first billing month following the month in which the second violation occurs, unless the Company has received written notification requesting that the service be disconnected and the Company has verified that it has been disconnected and locked. Customers removed from this Service Classification because of the two-violation rule will be ineligible for service under this Service Classification for the remainder of the current Winter Period plus the next twelve succeeding months. For periods thereafter, the customer may renegotiate its contract with the Company for service under this Service Classification not less than ninety days prior to the proposed commencement date, except that the customer may not request a commencement date that falls within the Winter Period.

(2) Charge for Unauthorized Use of Gas

All gas consumed by a customer during a period of interruption as defined in the negotiated service agreement shall be subject to a charge equal to the higher of: (a) two times the sum of (i) the cost of gas delivered to the Company's citygate on the day of the violation, as defined below, plus (ii) the "Delivery Charge" as set forth in the customer's service agreement or b) nine times the sum of the customer's negotiated transportation charges as set forth on the "Statement of Interruptible Sales Service Supply Charge" applicable to Option II sales customers for the month in which the violation occurred. For the purposes of this provision, the cost of gas shall be equal to the highest daily "Midpoint" rate of the "Louisiana- Onshore South", "Tennessee" receipt points for the appropriate day as published in Gas Daily in the table "Daily Price Survey" plus the Company's weighted average cost of transportation (WACOT) and fuel losses at 100% load factor.

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