

PSC NO. 4 GAS LEAF: 80.3.5
ORANGE AND ROCKLAND UTILITIES, INC. REVISION: 2
INITIAL EFFECTIVE DATE: November 1, 2015 SUPERSEDING REVISION: 1
Issued in compliance with Commission order in Case 14-G-0494, dated 10/16/15

GENERAL INFORMATION

12. ADJUSTMENT OF RATES IN ACCORDANCE WITH CHANGES IN THE COST OF GAS (Cont'd.)

12.2 MONTHLY GAS ADJUSTMENT (Cont'd.)

(J) Supplier Refunds (applicable to Service Classification Nos. 1, 2 and 6) (Cont'd.)

Any under- or over- recovery which results from the operation of this refund provision shall be included in the computation of the next applicable supplier refund. If the Company receives a refund from its gas supplier or suppliers where the total amount of the refund, including interest, is too small to be credited separately, such refund shall be included in the computation of the next supplier refund.

Simple interest, at the rate of interest prescribed from time to time by the Commission, shall be accrued on a supplier refund from the date of receipt of such refund by the Company until the refund and any prior period under- or over-recovery is included in the Monthly Gas Adjustment. Commencing with the date a supplier refund is included in the Monthly Gas Adjustment, interest will be accrued on the estimated monthly unrefunded balances through the end of the refund period.

Any balance of the refund remaining after the ten month's actual sales and transportation quantity and the eleventh month's estimated sales and transportation quantity will be divided by an estimate of the twelfth month's sales and transportation quantity and will be reflected in the applicable monthly adjustment for the twelfth month.

(K) Energy Efficiency ("EE") Tracker Mechanism (applicable to Service Classification Nos. 1, 2 and 6)

Beginning January 1, 2016, the Monthly Gas Adjustment shall be adjusted by a per Ccf rate to recover the costs of Company-run energy efficiency programs that are approved through the Company's Energy Efficiency Transition Implementation Plan.

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