

PSC NO. 4 GAS LEAF: 112
ORANGE AND ROCKLAND UTILITIES, INC. REVISION: 12
INITIAL EFFECTIVE DATE: November 1, 2015 SUPERSEDING REVISION: 10
Issued in compliance with Commission order in Case 14-G-0494, dated 10/16/15

GENERAL INFORMATION

23. System Benefits Charge ("SBC")

The SBC will be applied to the Ccf usage on the bills of all customers taking service under Service Classification Nos. 1, 2 and 6 of this Schedule. The SBC will be determined annually and be designed to recover the costs of programs approved for SBC funding by the Commission.

In 2015, the System Benefits Charge collected amounts directed by the Commission in its Orders issued October 24, 2011 and October 25, 2011, in Case 10-M-0457 and Case 07-M-0548, respectively, plus an amount to reconcile prior period over- or under-collections. Starting January 2016, the System Benefits Charge will collect amounts authorized by the Commission for NYSERDA-administered programs. The Company-administered energy efficiency programs that are not recovered in base rates will be recovered separately in the Energy Efficiency Tracker Mechanism component of the Company's Monthly Gas Adjustment.

A reconciliation of annual SBC program costs and recoveries through the SBC (eleven months actual, one month forecast) will be submitted by the Company to the Commission on or before December 15 of each year. Any over- or under-collections for each calendar year through 2017 will be reconciled and included in the subsequent year's amount to be collected, commencing January 1 of each year. Any over- or under-collections during 2018 will be reconciled and credited to or collected from customers as directed by the Commission.

Not less than fifteen days prior to a proposed change in the SBC, a Statement showing the SBC and the effective date will be filed with the Commission apart from this Schedule. Such Statement will be available to the public at Company offices at which applications for service may be made. The SBC will remain in effect until changed as authorized by the Commission.

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