

PSC NO. 4 GAS

ORANGE AND ROCKLAND UTILITIES, INC.

INITIAL EFFECTIVE DATE: September 12, 2014 SUPERSEDING REVISION: 0

Issued in Compliance with Commission Order effective September 4, 2014 in
Case 14-G-0181

LEAF: 80.3.5
REVISION: 1

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.

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