..DID: 20504

..TXT:

September 24, 2002

Orange and Rockland Utilities, Inc. 4 Irving Place New York, NY 10003

Hon. Janet Hand Deixler Secretary State of New York Public Service Commission Three Empire State Plaza Albany, New York 12223

Re: Case 99-G-1695

Dear Secretary Deixler:

Orange and Rockland Utilities, Inc. ("O&R" or "the Company") hereby submits for filing the following tariff leaves proposing revisions to its Schedule for Gas Service, P.S.C. No. 4 – Gas.

| Leaf 72 | Revision 7 |
|----------|------------|
| Leaf 114 | Revision 6 |
| Leaf 116 | Revision 7 |
| Leaf 130 | Revision 7 |

These tariff leaves are issued September 24, 2002, to become effective on November 1, 2002, in compliance with the Public Service Commission's (" the Commission") <u>Opinion and Order Adopting Terms of Settlement Agreement</u>, (Opinion No. 00-13) issued and effective November 20, 2000, in Case 99-G-1695 ("the Order").

The purpose of this filing is to implement for "Rate Year 3" the rate design changes set

forth in Appendix H of the Agreement and Settlement dated September 11, 2000, adopted by the Order.

Summary of the Proposed Changes

In compliance with the Order, the Company is filing the following changes to its gas schedule:

- The first block charge (first 3 ccf or less) for Service Classification ("SC") No. 1, SC No. 2, and SC No. 6 Rate Schedule 1 has been increased to \$6.11 from \$5.36.
- The second and third rate block charges in SC No. 1, SC No. 2, and SC No. 6 Rate Schedule 1 have been decreased to offset the increase associated with the first block charge on a revenue neutral basis.
- The "Factor of Adjustment" used in the calculation of the "Gas Supply Charge" set forth in General Information Section 12.1 has been changed to 1.034 from 1.036.

Questions concerning this filing can be directed to me at (212) 460-3308.

Sincerely,

William Atzl, Jr.
Manager- Electric and Gas Rate Design

C: All Active Parties in Case 99-G-1695