



Orange and Rockland Utilities, Inc.  
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New York NY 10003-0987  
www.oru.com

October 1, 2008

Honorable Jaclyn A. Brilling  
Secretary  
State of New York  
Public Service Commission  
Three Empire State Plaza  
Albany, New York 12223

Re: Case 05-G-1494 – Proceeding on Motion of the Commission  
as to the Rates, Charges, Rules and Regulations of Orange  
and Rockland Utilities, Inc. for Gas Service

Dear Secretary Brilling:

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 ("Gas tariff").

Leaf 33.3	Revision 6
Leaf 80.3	Revision 11
Leaf 80.3.1	Revision 0
Leaf 82	Revision 7
Leaf 114	Revision 16
Leaf 116	Revision 18
Leaf 130	Revision 17

These tariff leaves are issued October 2, 2008 to become effective, on a temporary basis, on November 1, 2008.

This filing is made in compliance with the Commission's Order Establishing Rates and Terms of a Three Year Rate Plan issued October 20, 2006, in Case No. 05-G-1494 ("Order"). In the Order, the Commission adopted, with one exception, the terms of a Joint Proposal dated June 21, 2006 and submitted by O&R, Staff of the New York State Department of Public Service, Multiple Intervenors, and Small Customer Marketer Coalition ("Joint Proposal").

The purpose of this filing is to implement for "Rate Year 3" (i.e., November 1, 2008 through October 31, 2009) the rate design changes set forth in Appendix D of the Joint Proposal.

#### Summary of the Proposed Changes

In compliance with the Order, the Company is filing the following changes to its Gas Tariff:

1. Rate Year Three delivery rates have been set in a manner to recover an incremental revenue requirement of \$1.8 million (or \$1.784 million net of revenue taxes).

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2. The first block charge for SC1 and SC6 RS I has been increased by \$1.00 from \$13.00 to 14.00. The first block charge for SC2 and SC6 RS I Non-Residential has been increased by \$3.00 from \$18.00 to \$21.00. The first block charge for SC 6 RS II has been increased from \$168.60 to \$172.07.
3. The remaining Rate Year 3 incremental revenue requirement, net of revenue increases associated with increases in the first block charges, is recovered from all rate block charges of SC1, SC2 and SC6, except for the first block charges, on an equal cents per Ccf basis.
4. General Information Section No. 12.2, Monthly Gas Adjustment, has been revised to establish a temporary surcharge applicable during Rate Year 3, in accordance with the Joint Proposal. This temporary surcharge is set at 2.138 cents per Ccf and is designed to collect \$4.5 million of the Rate Year 3 increase (\$4.46 net of revenue taxes). This Temporary Surcharge will expire at the end of Rate Year 3.
5. The Uncollectibles Percentages, used in the calculation of the Merchant Function Charges in General Information Section No. 12.4, and POR Discount Percentage in General Information Section No. 6.5 have been updated in accordance with the Joint Proposal.

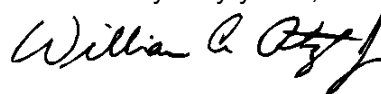
In addition to the changes listed above, the Company will also file a tariff amendment no later than October 15, 2007, to update the Factor of Adjustment in accordance with the Order.

Notice

The Company will publish notice of this filing in accordance with the Commission's regulations on newspaper publication.

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

Very truly yours,



William A. Atzl, Jr.  
Director – O&R Rates

cc: Active Parties, Case No. 05-G-1494