



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

February 26, 2007

Honorable Jaclyn A. Brilling  
Secretary  
State of New York  
Public Service Commission  
Three Empire State Plaza  
Albany, NY 12223-1350

Dear Secretary Brilling:

Orange and Rockland Utilities, Inc. ("the Company"), hereby submits for filing each of the following statements to its Schedule for Gas Service, P.S.C. No. 4 Gas:

	<u>Effective Date</u>
Statement of Gas Supply Charge No. GSC-79	March 1, 2007
Statement of Monthly Gas Adjustment No. MGA-77	March 1, 2007
Statement of Merchant Function Charge No. MFC-5	March 1, 2007
Statement of Rates to Qualified Sellers and Firm Transporters of Gas No. QST-113	March 1, 2007
Statement of Natural Gas Vehicle Rates No. NGV-117	February 27, 2007
Statement of Interruptible Gas Rates No. IGR-117	February 27, 2007
Statement of Dual Fuel Gas Rates No. DFR-117	February 27, 2007
Statement of Interruptible Transportation and Supplemental Sales Charges No. ITSS-117	February 27, 2007

O&R implemented an interim surcharge of 3.715 cents per Ccf in its gas supply charge ("GSC") effective February 1, 2007. The current surcharge is based on undercollections experienced during the period September through December 2006. The analysis has been updated to include January 2007 data and estimates of February 2007 data, and the result is an estimated undercollection of \$2,604,963, which is \$409,333 higher than the estimate included in the current interim surcharge. Adding the incremental \$409,333 to the interim surcharge beginning in March 1, 2007 adds 1.012 cents per Ccf to the existing 3.715 cents per Ccf, for a total of 4.727 cents per Ccf. Pursuant to discussions with Commission Staff, the Company has filed a revised interim surcharge of 4.727 cents per Ccf effective March 1, 2007.

Any questions regarding this filing can be directed to me at (212) 460-3308.

Very truly yours,

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