



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

October 21, 2005

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

Re: Case 02-G-1553 – 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 72	Revision 10
Leaf 114	Revision 10
Leaf 116	Revision 11
Leaf 130	Revision 13

This filing is made in compliance with Ordering Clause 5 of the Commission's "Order Adopting the Terms of a Joint Proposal¹ and Clarifying a Provision" issued October 23, 2003, in the above-referenced proceeding ("Order"). The tariff leaves being filed are effective November 1, 2005.

The purpose of this filing is to implement for "Rate Year 3" (i.e., November 1, 2005 through October 31, 2006) the rate design changes set forth in Appendix F 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:

- The first block charge (first 3 ccf or less) for Service Classification ("SC") No. 1, SC No. 2, and SC No. 6 - Rate Schedule I has been increased to \$11.00 from \$9.37. The first block charge of SC 6 Rate Schedule II has been increased to \$144.11 from \$135.10.

¹ Joint Proposal dated June 24, 2003

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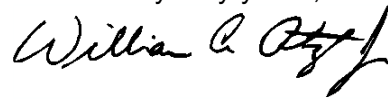
- The remaining incremental revenue requirement has been recovered from all rate block charges of SC No. 1, SC No. 2, and SC No. 6 after the first block charge.
- The "Factor of Adjustment" used in the calculation of the "Gas Supply Charge" set forth in General Information Section 12.1 has been changed to 1.019 from 1.025. The calculation of the updated Factor of Adjustment is set forth in Appendix A to this filing letter.

Notice

The Company published notice of the changes filed today on October 6, 13, 20, and 27, 2005 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,

A handwritten signature in black ink, appearing to read "William A. Atzl, Jr.", with a stylized flourish at the end.

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

Appendix A

Orange And Rockland Utilities, Inc.
Factor of Adjustment Calculation

<u>(Mcf)</u>	Twelve Months Ending August 31,			3 yr. Avg ending Aug. 31, 2005
	<u>2003</u>	<u>2004</u>	2005	
Actual Gas Sendout	25,853,551.7	24,490,213.9	24,206,227.3	74,549,992.90
Retail Sales & Firm Transportation	25,206,077.7	24,087,522.4	23,891,209.7	73,184,809.80
Loss Factor	1.026	1.017	1.013	1.019