

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

October 27, 2005

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

RE: Case 02-M-0515 – Proceeding on Motion of the Commission to Establish Gas Transportation Rates for Distributed Generation

Technologies

Dear Secretary Brilling:

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

3rd Revised Leaf No. 94.16 2nd Revised Leaf No. 94.17 1st Revised Leaf No. 94.18

The tariff leaves filed electronically today are to become effective on January 20, 2006.

## Summary of Tariff Changes

Rider C of O&R's Gas tariff is a discounted rate available to residential customers that use gas to fuel on-site generating equipment. By this filing, the Company proposes to delete from the "Eligibility" and "Term" provisions of Rider C an annual load factor test used to determine eligibility. Such load factor test required customers to maintain an annual load factor of at least 50 percent to remain eligible for the rate.

## Reason for the Proposed Change

By Order dated September 6, 2005<sup>1</sup>, the Commission directed Consolidated Edison Company of New York, Inc. to remove from its gas tariff a load factor test applicable to residential customers installing gas-fired on-site generation facilities in one to four family homes. Following the issuance of such order, the Company had discussions with Staff concerning a similar load factor test contained in the O&R Gas tariff. The Company has agreed to remove the load factor test from Rider C. The tariff changes filed today accomplish such removal.

-

<sup>&</sup>lt;sup>1</sup> Case 02-M0515 - <u>Order Adopting Residential Distributed Generation Rates and Directing Further Tariff Amendments</u>, issued September 6, 2005.

Received: 10/27/2005

Honorable Jaclyn A. Brilling October 27, 2005 Page 2 of 2

## **Notice**

Enclosed is a proposed from of Notice of Proposed Rulemaking for publication in the State Register pursuant to the State Administrative Procedure Act. The Company will publish notice of the proposed changes in accordance with the Commission's regulations for newspaper publication.

Please direct any questions pertaining to this filing to me at (212) 460-3308.

Respectfully submitted,

Willia a Otto

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

Attachment

CC: All active parties (via e-mail)