

PSC NO: 4 GAS
ORANGE AND ROCKLAND UTILITIES, INC.
INITIAL EFFECTIVE DATE: 04/01/07

STATEMENT TYPE: MFC
STATEMENT NO: 6

RECEIVED: STATUS: EFFECTIVE:

STATEMENT OF MERCHANT FUNCTION CHARGE

Effective for Service Rendered On or After April 1, 2007
Applicable to the Billing Under Service Classification Nos 1, 2 and 6 of
the Schedule for Gas Service of

ORANGE AND ROCKLAND UTILITIES, INC.

A. Service Classification Nos. 1 and 2 (Cents/Ccf)

| | <u>SC1</u> | <u>SC2</u> |
|--|--------------|--------------|
| Commodity Procurement | 1.392 | 0.516 |
| Credit and Collections | 0.703 | 0.311 |
| Storage Working Capital (Supply-Related) | 1.485 | 1.485 |
| Uncollectibles (1) | <u>0.516</u> | <u>0.105</u> |
| Total | 4.096 | 2.417 |

B. Service Classification No. 6 (Cents/Ccf)

| | <u>Rate Schedule IA</u> | <u>Rate Schedule IB and II</u> |
|------------------------|-----------------------------|------------------------------------|
| Credit and Collections | 0.703 | 0.311 |

(1) Calculation of Uncollectible Rate

| | <u>SC1</u> | <u>SC2</u> |
|--|------------|------------|
| Uncollectible Percentage (UC%) | 0.386% | 0.079% |
| Gas Supply Charge (Statement No. GSC - 80) | 133.163 | 133.163 |
| Uncollectible Charge (GSC/(1-UC%)-GSC) (Cents/Ccf) | 0.516 | 0.105 |

Issued by: John D. McMahon, President, Pearl River, NY