PSC NO: 4 GAS ORANGE AND ROCKLAND UTILITIES, INC. INITIAL EFFECTIVE DATE: 10/01/03 STATEMENT TYPE: STATEMENT NO: GSC 35

RECEIVED: STATUS: EFFECTIVE:

STATEMENT OF GAS SUPPLY CHARGE

Applicable to Billing Under Service Classification Nos. 1 and 2 of the Schedule for Gas Service of

ORANGE AND ROCKLAND UTILITIES, INC.

| | | S.C. Nos. 1&2 |
|---------------|--|---------------|
| Line | | Customers |
| <u>Number</u> | ltem | GSC |
| | | Price |
| | | ¢/CCF |
| 1. | AVERAGE COST OF GAS | |
| | The average cost of gas per 100 cubic feet determined on September 24, 2003 is computed in accordance with the cost of gas provisions as defined | |
| | in General Information Section No. 12.1. | 71.630 |
| | | |
| 2. | Factor of Adjustment - System loss allowance | <u>1.034</u> |
| 3. | Resulting Gas Cost Including Losses (Line 1 multiplied by Line 2) | 74.065 |
| 4. | Surcharge from the annual reconciliation period ending August 31, 2002 | |
| 4. | to be applied commencing January 1, 2003 through December 31, 2003 | 5.609 |
| | to be applied commencing January 1, 2005 through December 51, 2005 | 5.009 |
| 5. | Surcharge for the annual reconciliation period ending August 31, 2003 | <u>0.000</u> |
| 6. | GAS SUPPLY CHARGE | |
| 0. | Applicable to service rendered on and after the effective date of | |
| | this statement, and thereafter until changed. | 79.674 |
| | | |

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