PSC NO: 4 GAS ORANGE AND ROCKLAND UTILITIES, INC. INITIAL EFFECTIVE DATE: 03/01/10 STATEMENT TYPE: MFC STATEMENT NO: 42

RECEIVED: STATUS: EFFECTIVE:

STATEMENT OF MERCHANT FUNCTION CHARGE

Effective for Service Rendered On or After March 1, 2010 Applicable to the Billing Under Service Classification Nos 1 and 2 of the Schedule for Gas Service of

ORANGE AND ROCKLAND UTILITIES, INC.

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

	<u>SC1</u>	<u>SC2</u>
Commodity Procurement	1.038	0.363
Credit and Collections	0.596	0.204
Storage Working Capital (Supply-Related)	0.822	0.822
Uncollectibles (1)	0.551	<u>0.152</u>
Total	3.007	1.541

(1) Calculation of Uncollectible Rate

	SC1	SC2
Uncollectible Percentage (UC%)	0.596%	0.165%
Gas Supply Charge (Statement No. GSC - 116)	91.892	91.892
Uncollectible Charge (GSC/(1-UC%)-GSC) (Cents/Ccf)	0.551	0.152

Issued by: William Longhi, President, Pearl River, NY