

..DID: 1492
 ..TXT: PSC NO: 4 GAS STATEMENT TYPE: IGR
 COMPANY: ORANGE AND ROCKLAND UTILITIES, INC. STATEMENT NO: 1
 INITIAL EFFECTIVE DATE: 10/15/97
 STAMPS:
 Cancelled by Statement IGR Number 2 Effective 10/27/1997
 RECEIVED: 10/14/97 STATUS: Cancelled EFFECTIVE: 10/15/97

STATEMENT OF INTERRUPTIBLE GAS RATES

Effective for Billing Periods Beginning
 On and After September 26, 1997 (PSC No. 3 Gas)
 Applicable to Billing Under Service Classification No. 3 of
 the Schedule for Gas Service of

ORANGE AND ROCKLAND UTILITIES, INC.

| <u>Line Number</u> | | <u>\$/MCF</u> |
|--------------------|---|---------------|
| 1. | <u>Maximum Allowable Unit Charge</u> | |
| | a) End Block Rate of SC2 | 5.0000 |
| | b) Plus the Firm Gas (Statement No. 238) (PSC No. 3 Gas) | <u>1.2067</u> |
| | c) Total Maximum Allowable Unit Charge | 6.2067 |
| 2. | <u>Minimum Allowable Unit Charge</u> | |
| | a) Average Commodity Cost of Gas Purchased | 3.2892 |
| | b) Factor of Adjustment (Statement No. 238) (PSC No. 3 Gas) | <u>1.0460</u> |
| | c) Average Commodity Cost of Gas Sold | 3.4405 |
| | d) Plus Take-or-Pay Surcharge | <u>0.0133</u> |
| | e) Total Minimum Allowable Unit Charge | 3.4538 |

| <u>Customer Category</u> | | <u>Applicable to Interruptible</u> | |
|--------------------------|---|------------------------------------|---------------|
| <u>C</u> | | <u>A</u> | <u>B</u> |
| | | <u>\$/MCF</u> | <u>\$/MCF</u> |
| 3. | Unit Charge | 3.9538 | 4.7538 |
| 6.2067 | | | |
| 4. | Unit Mark-up (line 3 - line 2e) | 0.5000 | 1.3000 |
| 2.7529 | | | |
| 5. | Effective Charge in Certain Villages and Cities | 4.2057 | 5.0566 |
| 6.6022 | | | |
| 6. | Effective Charge in All Other Areas | 4.1618 | 5.0038 |
| 6.5332 | | | |

NOTE: Customer Categories are defined as:

Category A -- No. 6 Oil, 2% sulfur content or higher
 Category B -- No. 6 Oil, less than 2% sulfur content
 Category C -- All others

NOTE: For a list of applicable Villages and Cities, see
 Statement of Increase in Rates and Charges.

Issued by: R.Lee Haney, Sr. V.P. and Chief Financial Officer, Pearl River, NY