

..DID: 2647  
 ..TXT: PSC NO: 4 GAS STATEMENT TYPE: GAC  
 COMPANY: ORANGE AND ROCKLAND UTILITIES, INC. STATEMENT NO: 7  
 INITIAL EFFECTIVE DATE: 04/01/98  
 STAMPS:  
 Cancelled by Statement GAC Number 8 Effective 05/01/1998  
 RECEIVED: 03/25/98 STATUS: Cancelled EFFECTIVE: 04/01/98

GAS ADJUSTMENT CLAUSE STATEMENT

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

ORANGE AND ROCKLAND UTILITIES, INC.

<u>Line</u> <u>Number</u>	<u>Item</u>	S.C. Nos. 1 & 2 <u>Customers</u>	
		<u>Fixed</u> <u>Price</u> <u>¢/Ccf</u>	<u>GAC</u> <u>Price</u> <u>¢/Ccf</u>
1.	<u>AVERAGE COST OF GAS</u> The average cost of gas per 100 cubic feet (as defined in section 12.1) determined March 25, 1998 by applying the rates and charges of the Company's natural gas suppliers in effect on April 1, 1998 to the quantities of gas supplied to the Company during the twelve months ended February 28, 1998 38.827		46.058
2.	<u>BASE COST OF GAS</u> The base cost of gas per 100 cubic feet for determining the gas adjustment is	30.000	30.000
3.	Difference between the base cost and the average cost 16.058	8.827	
4.	Factor of Adjustment -- System loss allowance	1.046	1.046
5.	Resulting Gas Cost Adjustment (Line 3 multiplied by Line 4) 16.797	9.233	
6.	Surcharge from the annual reconciliation ending August 31, 1997 to be applied commencing December 1, 1996 through December 1, 1997	-0.506	-0.506
7.	Estimated credit to SC1 and SC2 customers from interruptible benefits derived during the year ending March 31, 1999.	-0.613	-0.613
8.	Take-or-Pay surcharge per Settlement in Case 88-G-062, approved June 28, 1995.	0.225	0.225
9.	Recovery of prepaid Algonquin Capacity Costs per Order in Case 91-G-0128.	0.053	0.053
10.	Refund related to retroactive billing adjustments with gas produced in various time periods as detailed in refund plan filed with the P.S.C. October 30, 1997 and to be refunded on statements effective December 1, 1997 through April 30, 1998.	-0.825	-0.825
11.	<u>MONTHLY GAS ADJUSTMENT</u> Applicable to service rendered on and after the effective date of this statement, and thereafter until changed.	15.131	7.567

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