

PSC NO. 4 GAS

ORANGE AND ROCKLAND UTILITIES, INC. LEAF: 80.3.2  
INITIAL EFFECTIVE DATE: November 1, 2009 REVISION: 0  
Issued in compliance with Commission order in Case 08-G-1398, dated 10/16/09 SUPERSEDING REVISION:

**GENERAL INFORMATION**

12. ADJUSTMENT OF RATES IN ACCORDANCE WITH CHANGES IN THE COST OF GAS (Cont'd.)

12.2 MONTHLY GAS ADJUSTMENT (Cont'd.)

(I) Balancing Charge (applicable to Service Classification Nos. 1, 2 and 6) (Cont'd)

The Company's share of balancing costs shall be divided by the forecast quantities of gas to be taken for delivery to the Company's firm sales and firm transportation customers for the 12 calendar months ending the following August 31. The resulting balancing charge shall be adjusted by an uncollectibles percentage ("UC Percentage") as follows:

Balancing Charge = Balancing Cost / 12 Month Ccf / (1-UC Percentage).

The UC Percentage for the twelve-month period commencing November 1, 2009 is 0.418 percent. Thereafter, the UC Percentage shall be reset annually effective November 1, based on the Company's actual uncollectibles experience for the twelve-month period ended the previous June 30.

At the end of each twelve-month period commencing November 1, Balancing Charge recoveries, excluding recoveries attributable to the UC Percentage, shall be reconciled with actual balancing costs and any over- or under-recovery shall be refunded or recovered through the Balancing Charge during the next twelve-month period commencing November 1.

(J) Statement of Monthly Gas Adjustment

- (1) The Monthly Gas Adjustment shall be effective for service rendered on and after the first day of the calendar month following the computation date and shall continue in effect until changed.
- (2) The Statement of Monthly Gas Adjustment shall be filed with the Public Service Commission and apart from this Rate Schedule not less than three days prior to the date on which it is proposed to be effective. Such Statement will be available to the public at Company offices at which applications for service may be made.

Issued By: William Longhi, President, Pearl River, New York  
(Name of Officer, Title, Address)