

PSC NO. 4 GAS LEAF: 113.4
ORANGE AND ROCKLAND UTILITIES, INC. REVISION: 5
INITIAL EFFECTIVE DATE: April 1, 2019 SUPERSEDING REVISION: 3
Issued in compliance with Commission order in Case 18-G-0068, dated 03/14/19

GENERAL INFORMATION

25. Revenue Decoupling Mechanism ("RDM") Adjustment (Cont'd.)

(D) RDM Targets and Determination of RDM Adjustments for Calendar Year 2020 and Beyond (Cont'd.)

Annual RDM Periods are the 12-month periods ending December 31 of each year. The RDM Adjustment for each customer group shall be determined by dividing the amount to be refunded/surcharged to customers in that customer group by estimated Ccf usage for the customer group over the RDM Adjustment Period. The Company will file a Statement of RDM Adjustments during the month following the end of each Annual RDM Period and no less than ten calendar days before February 1 on which the statement becomes effective for one year.

If the Company does not file for new base delivery rates to be effective within fifteen days after January 1, 2022, the RDM will be implemented in accordance with the methodology set forth in Appendix 21 to the Joint Proposal adopted by the Commission in its Order Adopting Terms of Joint Proposal and Establishing Electric and Gas Rate Plans, issued March 14, 2019 in Case No. 18-G-0068.

(E) Interim RDM Adjustment

If at any time during an Annual RDM Period, the total of cumulative delivery revenue excess/shortfall for all of the Company's service classifications subject to the RDM Adjustment exceeds \$2.3 million, \$2.3 million, and \$2.4 million for the annual RDM periods commencing January 1, 2019, January 1, 2020, and January 1, 2021, respectively, which are 1.5 percent of the total of the Delivery Revenue Targets for each of the Annual RDM Periods, the Company may implement interim RDM Adjustments by customer group on no less than ten days notice.

Such interim RDM Adjustments shall normally be determined by customer group by dividing the portion of the cumulative delivery revenue excess/shortfall for each customer group by the projected Ccf deliveries associated with each customer group for the subsequent twelve-month period.

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