

**PSC NO. 4 GAS**

**ORANGE AND ROCKLAND UTILITIES, INC.**

INITIAL EFFECTIVE DATE: April 1, 2019

**Issued in compliance with Commission order in Case 18-G-0068, dated 03/14/19**

LEAF: 79.2  
REVISION: 7  
SUPERSEDING REVISION: 5

**GENERAL INFORMATION**

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

12.2 MONTHLY GAS ADJUSTMENT (Cont'd.)

(B) Transition Adjustment for Competitive Services (Cont'd.)

(2) Definitions for Purposes of the TACS (Cont'd.)

"Credit and Collections Lost Revenue Associated with Retail Access" shall be equal to the target level of credit and collections costs reflected in the POR discount minus revenues received through the credits and collections component of the POR discount. For the two-month period ending December 31, 2018, the Credit and Collections Lost Revenue Associated with Retail Access target is \$114,270. The Credit and Collections Lost Revenue Associated with Retail Access targets are \$218,739, \$224,605, and \$227,303 commencing January 1, 2019, January 1, 2020, and January 1, 2021, respectively.

"Prior Period Reconciliation" represents the difference between the amount to be recovered through the TACS and the actual amount recovered through the TACS. Any under-recovery or over-recovery resulting from such reconciliation, plus interest (calculated at the Other Customer Capital Rate), shall be included in the calculation of the subsequent year's TACS. The TACS effective April 1, 2019 will reconcile the period November 1, 2018 through December 31, 2018 including any prior period balances.

(3) Calculation of the TACS

The TACS shall be determined by dividing the sum of the MFC Fixed Component Lost Revenue, Billing and Payment Processing Lost Revenue, Credit and Collections Lost Revenue Associated with Retail Access, and the Prior Period Reconciliation by the forecasted Ccf deliveries to Service Classification Nos. 1, 2, and 6 customers for the twelve-month period for which the TACS is to be effective. The TACS effective April 1, 2019 shall be in effect for 9-months. In addition, the TACS effective January 1, 2020 will include competitive service revenue differences that resulted from the extension of the Case No. 18-G-0068 suspension period.

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