

P.S.C. NO. 3 ELECTRICITY**ORANGE AND ROCKLAND UTILITIES, INC.**

INITIAL EFFECTIVE DATE: March 1, 2016

SUPERSEDING REVISION: 2

LEAF: 271

REVISION: 3

Issued in compliance with Order in Case 14-M-0094 et al. dated 1/21/2016.

SERVICE CLASSIFICATION NO. 2 (Continued)**RATES - MONTHLY: (Continued)**(3) Reactive Power Demand Charge

A Reactive Power Demand Charge shall be assessed in accordance with General Information Section No. 7.

(4) Energy Cost Adjustment, System Benefits Charge, Transition Adjustment for Competitive Services, and Charges for Municipal Undergrounding

The provisions of the Company's Energy Cost Adjustment, System Benefits Charge and Transition Adjustment for Competitive Services as described in General Information Section Nos. 25, 26 and 29, respectively, and Charges for Municipal Undergrounding as described in General Information Section No. 20, if applicable, shall apply to electricity delivered under this Service Classification.

(5) Revenue Decoupling Mechanism Adjustment

The provisions of the Company's Revenue Decoupling Mechanism Adjustment as described in General Information Section No. 30 shall apply to electricity delivered under this Service Classification.

Customers taking service under Rider H shall not be subject to this provision.

(6) Temporary State Assessment Surcharge

The Temporary State Assessment Surcharge as described in General Information Section No. 24 shall apply to electricity delivered under this Service Classification.

(7) Merchant Function Charge

The Merchant Function Charge as described in General Information Section No. 28 shall apply to Full Service Customers. Retail Access Customers shall not be subject to this charge.

(8) Billing and Payment Processing Charge

A Billing and Payment Processing Charge shall be assessed in accordance with General Information Section No. 7.5.

Issued By: Timothy Cawley, President, Pearl River, New York