

Orange and Rockland Utilities, Inc. 4 Irving Place New York NY 10003-0987 www.oru.com

September 27, 2018

Honorable Kathleen H. Burgess Secretary New York State Public Service Commission Three Empire State Plaza, 19th Floor Albany, New York 12223-1350

RE: Case 18-E-0071, In the Matter of Offshore Wind Energy

Dear Secretary Burgess:

Orange and Rockland Utilities, Inc. ("O&R" or the "Company") hereby submits for electronic filing with the Public Service Commission (the "Commission") amendments to its Schedule for Electric Service, P.S.C. No. 3 – Electricity (the "Electric Tariff").

The revised Electric Tariff Leaves, which are identified below, are filed to become effective on September 28, 2018:

<u>Leaf No.</u>	Revision No.	Superseding No.
220	6	5
262.1	1	0

Reason for Filing

This filing is made pursuant to the Commission's <u>Order Establishing Offshore Wind</u> <u>Standard and Framework for Phase 1 Procurement</u>, issued and effective July 12, 2018, in Case 18-E-0071 (the "Order"). In furtherance of the Renewable Energy Standard, the Commission adopted the goal of procuring Offshore Wind Renewable Energy Credits ("ORECs") associated with 2.4 GW of offshore wind capacity by 2030.

Accordingly, the Order (at Ordering Clause 8 on page 63 of the Order) authorized the electric utility companies¹ to collect the offshore wind ("OSW") price paid to NYSERDA to acquire the ORECs to be offered, including an approved adder to cover the administrative costs and fees incurred by NYSERDA to administer the OSW program, from all Full Service Customers. The Order also directed the electric utility companies to establish a financial backstop mechanism related to ORECs.

¹ Specifically, Central Hudson Gas and Electric Corporation; Consolidated Edison Company of New York, Inc.; O&R; Niagara Mohawk Power Corporation d/b/a National Grid; New York State Electric & Gas Corporation; and Rochester Gas and Electric Corporation.

Honorable Kathleen H. Burgess September 27, 2018 Page 2

As a result, the Company is filing tariff revisions in compliance with the Order to be effective on September 28, 2018.

Tariff Changes

Pursuant to the Order, the Company is filing changes to its Electric Tariff as described below.

- General Information Section No. 15.4, "Clean Energy Standard Supply Surcharge" ("CESS") has been amended to include an additional component to collect the costs associated with ORECs from full service customers.
- General Information Section No. 31, "Clean Energy Standard Delivery Surcharge" ("CESD") has been has been amended to include activities related to Offshore Wind Renewable Energy Credits ("ORECs") from qualifying offshore wind energy facilities as part of the Backstop Charges.

Conclusion and Notice

As directed by Ordering Clause 8 of the Order, the Company is filing changes to the Electric Tariff to become effective on September 28, 2018. Pursuant to Ordering Clause 9 of the Order, the Commission has waived the requirement for newspaper publication.

Sincerely,

/s/

William A. Atzl, Jr. Director – Rate Engineering