

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

December 15, 2017

Honorable Kathleen H. Burgess Secretary of the Commission State of New York Public Service Commission Three Empire State Plaza Albany, New York 12223

> RE: Case 09-M-0311, Implementation of Chapter 59 of the Laws of 2009 Establishing a Temporary Annual Assessment Pursuant to Public Service Law §18-a(6)

Dear Secretary Burgess:

Orange and Rockland Utilities, Inc. ("O&R" or the "Company") hereby submits for filing with the New York Public Service Commission (the "Commission") an updated Statement of Temporary State Assessment Surcharge, Statement No. TSAS-13 to its Schedule for Gas Service, P.S.C. No. 4 – GAS. The statement has an effective date of January 1, 2018.

In its order dated June 18, 2014 in the above referenced proceeding (the "June 2014 Order"), the Commission authorized the continuation of the PSL §18-a surcharges through December 31, 2017, for utilities whose estimated over collections through June 30, 2014 (excluding the March 2014 assessment payment) are less than their expected March 2015 total assessment payments. Per Ordering Clause 3 of the June 2014 Order any remaining balance at the end of 2017 shall remain on the books of the utility, accruing carrying charges at the utility's authorized pre-tax rate of return on the net of tax unrecovered Temporary State Assessment payments until such balance is addressed through a future Commission action.

In compliance with the June 2014 Order, the Company is filing Statement No. TSAS-13 to reflect the expiration of the Temporary State Assessment Surcharges effective January 1, 2018.

Questions regarding this filing can be directed to Cheryl Ruggiero at (212) 460-3189.

Very truly yours,

/s/

William A. Atzl, Jr. Director – Rate Engineering