



Orange and Rockland Utilities, Inc.
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May 27, 2020

Honorable Michelle L. Phillips
Secretary
New York State Public Service Commission
Three Empire State Plaza, 19th Floor
Albany, New York 12223-1350

RE: Case 18-E-0130, In the Matter of Energy Storage Deployment Program.

Dear Secretary Phillips:

Orange and Rockland Utilities, Inc. (the "Company") hereby submits for filing with the Public Service Commission (the "Commission") a revision to its Schedule for Electric Service, P.S.C. No. 3 – ELECTRICITY (the "Tariff").

The revised Tariff Leaf, which is identified below, makes a change in General Information Section 25 – Energy Cost Adjustment ("ECA") of the Tariff. The revised Tariff Leaf has an effective date of July 1, 2020.

<u>Tariff Leaf No.</u>	<u>Revision No.</u>	<u>Superseding Revision</u>
252.1	4	3

Tariff Change

The Commission's *Order Establishing Energy Storage Goal and Deployment Policy*, issued and effective December 13, 2018 (the "Order") in the above-referenced proceeding, required the Company to file tariff amendments to effectuate cost recovery of the amortized contract costs for the procurement of at least 10 MW of scheduling and dispatch rights from qualified energy storage systems to be operational by December 31, 2022. Pursuant to the Order, the Company filed tariff changes on April 11, 2019 to establish the Energy Storage Cost Recovery component to the ECA to recover all costs related to storage procurement. These tariff changes became effective on June 1, 2019.

Following discussions with Department of Public Service Staff, the Company proposes a further tariff change to the Energy Storage Cost Recovery Component of the ECA to indicate that, to the extent that net annual wholesale market revenues exceed the energy storage procurement contract costs on an annual basis, the excess will be split on a 70/30 basis between customers and shareholders.

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May 27, 2020
Page 2 of 2

Conclusion and Notice

The Company is filing this change to the Tariff to become effective on not less than thirty days' notice. Pursuant to Ordering Clause 15 of the Order, the Commission waived the requirement for newspaper publication of this change.

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

Very truly yours,

/s/

William A. Atzl, Jr.
Director – Rate Engineering