



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

December 13, 2013

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

Re: Annual System Benefits Charge ("SBC") Filing

Dear Secretary Brillling,

Orange and Rockland Utilities, Inc. (the "Company") herein submits for filing its Statement of System Benefits Charge, Statement No. SBC – 10 to its Schedule for Gas Service, P.S.C. No. 4 – GAS. This Statement is issued December 13, 2013, to become effective with service rendered on or after January 1, 2014.

This filing is in accordance with General Information Section 23 of the Company's Schedule for Gas Service requiring an annual SBC filing in accordance with the Commission's January 4, 2010 Order in Case 08-E-1128 ("January 2010 Order"), and October 25, 2011 Order in Case 07-M-0548 ("October 2011 Order").

The proposed SBC rate is based on an SBC collection target of \$2,893,018 for the period January 1, 2014 through December 31, 2014 as shown below.

| <u>Order</u> | <u>2014 Collection Target</u> |
|--------------|-------------------------------|
| January 2010 | \$15,506 |
| October 2011 | <u>2,877,512</u> |
| Total | \$2,893,018 |

The determination of the proposed SBC rate also includes (1) the refund of the estimated interest of \$9,612 on SBC/EEPS monies held for calendar year 2013 prior to being expended by the Company or transferred to NYSERDA, and (2) a reconciliation of SBC recoveries for the period January through December 2013, and the SBC collection target for the same period. The amount under-collected for the reconciliation period is \$71,294. The resulting SBC rate is 1.575 cents per Ccf.

Any 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