



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 Burgess,

Orange and Rockland Utilities, Inc. (the "Company") herein submits for filing its Statement of System Benefits Charge, Statement No. SBC – 3 to its Schedule for Electric Service, P.S.C. No. 3 – ELECTRICITY. 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 26 of the Company's Schedule for Electric Service requiring an annual SBC filing in accordance with the Commission's October 23, 2009 Order in Case 08-E-1128 ("October 2009 Order"), October 24, 2011 Order in Case 10-M-0457 ("October 24, 2011 Order") and October 25, 2011 Order in Case 07-M-0548 ("October 25, 2011 Order").

The proposed SBC rate is based on an SBC collection target of \$16,695,783 for the period January 1, 2014 through December 31, 2014 as shown below.

<u>Order</u>	<u>2014 Collection Target</u>
October 2009	\$142,443
October 24, 2011	2,092,431
October 25, 2011	<u>14,460,919</u>
Total	\$16,695,793

The determination of the proposed SBC rate also includes (1) the refund of the estimated interest of \$98,379 on SBC/EEPS monies held for calendar year 2013 prior to being expended by the Company or transferred to NYSERDA, and (2) the 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 \$271,938. The resulting SBC rate is 0.438 cents per kWh.

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

Very truly yours,

/s/

William A. Atzl, Jr.
Director – Rate Engineering