



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

June 16, 2014

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

Re: Transition Adjustment for Competitive Services

Dear Secretary Burgess:

Orange and Rockland Utilities, Inc. ("O&R" or "the Company") hereby submits for filing its Statement of Transition Adjustment for Competitive Services, Statement No. TACS – 5 to its Schedule for Electric Service, P.S.C. No. 3 – ELECTRICITY ("Electric Tariff"). This Statement is issued June 16, 2014, to become effective with service rendered on or after July 1, 2014.

This filing is made in accordance with General Information Section No. 29 of the Electric Tariff requiring the Transition Adjustment for Competitive Services ("TACS") to be reset effective July 1 of each year. The TACS to become effective July 1, 2014, is designed to recover Merchant Function Charge Fixed Component Lost Revenue, Billing and Payment Processing Lost Revenue, Metering Lost Revenue, and Credit and Collections Lost Revenue Associated with Retail Access incurred during the period July 1, 2013 through June 30, 2014, and as defined in General Information Section No. 29 of the Electric Tariff. Half the amount to be recovered through the TACS has been assigned to full service customers and the balance has been assigned to both full service and retail access customers.

In addition we have included an adjustment to correct amounts included in the Company's annual TACS filing made on June 15, 2012.

Accordingly, the Company has determined that the TACS applicable to full service customers is 0.077 cents per kWh, and the TACS applicable to retail access customers is 0.021 cents per kWh. The calculations supporting this determination are attached as Appendix A.

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

Sincerely,

/s/

William A. Atzl, Jr.
Director – Rate Engineering