

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

August 29, 2016

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

Dear Secretary Burgess:

Orange and Rockland Utilities, Inc. ("the Company") herein submits for filing its Statement of Market Supply Charge, Statement No. MSC-54, to its Schedule for Electric Service, P.S.C. No. 3-ELECTRICITY. This Statement is issued August 29, 2016, to become effective September 1, 2016.

The Market Supply Charges ("MSC") for September 2016 include a projection of September 2016 electric supply costs and a reconciliation of July 2016 electric supply costs and MSC recoveries. This statement also includes a determination of the capacity and adder rates necessary for Day-Ahead Hourly Pricing customers pursuant to the Commission's Order issued April 24, 2006, in Case 03-E-0641.

The Company also includes a copy of the workpapers used to determine the September 2016 MSC.

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

Sincerely,

/s/

William A. Atzl, Jr. Director – Rate Engineering