



February 24, 2023

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

Dear Secretary Phillips:

Orange and Rockland Utilities, Inc. (the "Company") herein submits for filing its Statement of Market Supply Charge, Statement No. MSC-132, to its Schedule for Electric Service, P.S.C. No. 3-ELECTRICITY. This Statement is issued February 24, 2023, to become effective March 1, 2023.

The Market Supply Charges ("MSC") for March 2023 include a projection of March 2023 electric supply costs and a reconciliation of January 2023 electric supply costs and MSC recoveries and the Clean Energy Standard Supply Surcharge. This statement also includes a determination of the capacity and adder rates, Clean Energy Standard Supply Surcharge necessary for Day-Ahead Hourly Pricing customers, and a Generation Capacity Critical Peak Event Charge for Smart Home Rate customers pursuant to the Commission's Orders issued May 24, 2006, February 22, 2017, and March 14, 2019 in Case Nos. 03-E-0641, 15-E-0302 and 18-E-0549, respectively.

In January 2023, the Company over-collected approximately \$11.9 million. Normally, this over collection would have been fully reconciled in the March 2023 MSC rates. The Company will defer, for future disposition, \$6 million of this over-collection to mitigate the impact of the over-collection on the March 2023 MSC rates. Interest will be accrued, at the Commission-approved rate for GAC refunds, on the deferred portion of the January 2023 over-collection.

The Company also includes a copy of the workpapers used to determine the March 2023 MSC.

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

Sincerely,

/s/

William A. Atzl, Jr.
Director – Rate Engineering