



Orange and Rockland Utilities, Inc.  
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December 28, 2021

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

Dear Secretary Phillips:

Orange and Rockland Utilities, Inc. (the "Company") herein submits for electronic filing its Statement of Energy Cost Adjustment, Statement No. ECA-118, to its Schedule for Electric Service, P.S.C. No. 3 – ELECTRICITY. This statement is issued December 28, 2021 to become effective January 1, 2022.

The Energy Cost Adjustment ("ECA") rates for January 2022 consist of a Base ECA, a Variable ECA component, an Earnings Adjustment Mechanism ("EAM") component, and a Temporary Surcharge component. The Variable ECA recovers the charges/credits relating to Transmission Congestion Contracts on a monthly basis, pursuant to the Commission's Order issued January 27, 2006, in Case No. 05-E-1090, positive and negative revenue adjustments pursuant to the Commission's Order issued March 14, 2019, in Case No. 18-E-0067, and the Standby Reliability Credit. The EAM component recovers incentives associated with electric EAMs, pursuant to the Commission's order issued March 14, 2019, in Case No. 18-E-0067. The Temporary Surcharge component of the ECA, which was set to recover approximately \$5.7 million over the 12-month period ending December 31, 2021, has been removed from the January 2022 statement pursuant to the Commission's Order Adopting Terms of Joint Proposal and Establishing Electric and Gas Rate Plans, issued March 14, 2019 in Case No. 18-E-0067.

The Base ECA is comprised of costs for lost revenues associated with negotiated contracts under Service Classification No. 23, implementation costs associated with Rider M and Mandatory Day Ahead Hourly Pricing, and a reconciliation of ECA costs and recoveries from the previous calendar year.

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

Sincerely,

/s/  
William A. Atzl, Jr.  
Director – Rate Engineering