

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

December 27, 2023

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

## RE: Case 18-E-0130, In the Matter of Energy Storage Deployment Program

Dear Secretary Phillips:

Orange and Rockland Utilities, Inc. (the "Company") is filing with the Public Service Commission (the "Commission") the Statement of Energy Storage Surcharge ("ESS Statement") to the Schedule for Electric Service, P.S.C. No. 3 – ELECTRICITY (the "Electric Tariff").

ESS – Statement No. 3 to P.S.C. No. 3 – ELECTRICITY

The ESS Statement is being issued on December 27, 2023, to become effective on January 1, 2024.

This filing is made pursuant to General Information Section No. 16.1 – Energy Cost Adjustment ("ECA") of the Electric Tariff. The charges contained on the ESS Statement are the components of the ECA that recover all costs associated with the Competitive Direct Procurement of Scheduling and Dispatch Rights from Qualified Energy Storage Systems as described in the Company's Implementation Plan filed in the above-referenced proceeding, including implementation costs, incremental costs and carrying charges associated with the procurement of scheduling and dispatch rights of at least 10 MW from qualified energy storage systems, amortized over the life of the contract with each developer or ten years for costs not associated with a specific developer contract, less any amounts received from the New York State Energy Research and Development Authority.

The Company also includes a copy of the workpapers used to determine the rates set forth on the ESS Statement.

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

Very truly yours,

/s/

William A. Atzl, Jr. Director – Rate Engineering