Received: 12/27/2012



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

December 27, 2012

Honorable Jaclyn A. Brilling Secretary State of New York Public Service Commission Three Empire State Plaza Albany, New York 12223

Dear Secretary Brilling:

Orange and Rockland Utilities, Inc. ("the Company") herein submits for filing its Statement of Merchant Function Charge, Statement No. MFC-10, to its Schedule for Electric Service, P.S.C. No. 3-ELECTRICITY. This statement is issued December 27, 2012, to become effective January 1, 2013.

The Merchant Function Charges ("MFC") for January 2013 are filed pursuant to the Commission's Order Adopting Terms of a Joint Proposal, With Modification, and Establishing Electric Rate Plan, issued June 15, 2012, in Case No. 11-E-0408. The Company also includes a copy of the workpapers used to determine the January 2013 MFC.

Questions regarding this filing can be directed to me at (212) 460-3308.

Sincerely,

/s/

William A. Atzl, Jr. Director – Rate Engineering