



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

September 26, 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-7, to its Schedule for Electric Service, P.S.C. No. 3-ELECTRICITY. This statement is issued September 26, 2012, to become effective October 1, 2012.

The Merchant Function Charges ("MFC") for October 2012 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 October 2012 MFC.

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

Sincerely,

/s/

William A. Atzl, Jr.  
Director – Rate Engineering