



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

December 15, 2011

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

Re: Annual System Benefits Charge Filing

Dear Secretary Brilling,

Orange and Rockland Utilities, Inc. (the "Company") herein submits for filing its Statement of System Benefits Charge, Statement No. SBC – 8 to its Schedule for Gas Service, P.S.C. No. 4 – GAS. This Statement is issued December 15, 2011, to become effective with service rendered on or after January 1, 2012.

This filing is in accordance with General Information Section 23 of the Company's Schedule for Gas Service requiring an annual SBC filing in accordance with the Commission's October 23, 2009 and January 4, 2010 Orders in Case 08-E-1128 ("October 2009 Order" and "January 2010 Order"), and October 25, 2011 Order in Case 07-M-0548 ("October 2011 Order").

The proposed SBC rate is based on an SBC collection target of \$636,001 for the period January 1, 2012 through December 31, 2012 as shown below.

<u>Order</u>	<u>2012 Collection Target</u>
October 2009	68,546
January 2010	30,509
October 2011	<u>536,946</u>
Total	\$636,001

The determination of the proposed SBC rate also includes (1) the refund of the estimated interest of \$9,795 on SBC/EEPS monies held for calendar year 2011 prior to being expended by the Company or transferred to NYSERDA, and (2) a reconciliation of SBC recoveries for the period January through December 2011, and the SBC collection target for the same period. The amount over-collected for the reconciliation period is \$141,664. The resulting SBC rate is 0.243 cents per Ccf.

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

Very truly yours,

/s/

William A. Atzl, Jr.
Director – O&R Rates