

**P.S.C. NO. 3 ELECTRICITY****ORANGE AND ROCKLAND UTILITIES, INC.**

INITIAL EFFECTIVE DATE: July 1, 2012

SUPERSEDING REVISION: 0

LEAF: 255

REVISION: 1

Issued in compliance with Order in Case 11-E-0408 dated 06/15/2012.

**GENERAL INFORMATION****28. MERCHANT FUNCTION CHARGE ("MFC")****(A) Applicability**

A Merchant Function Charge ("MFC") will be applied, on a per kWh basis, to the bills of all Full Service Customers, except with respect to electric power supply provided by NYPA under Rider B. Retail Access Customers are not subject to an MFC. The MFC shall include the following components:

- (1) a commodity procurement charge including purchased power working capital and a commodity revenue-based allocation of information resources and education and outreach costs;
- (2) a credit and collections charge; and
- (3) an uncollectibles charge.

**(B) MFC Fixed Components**

<u>Service Classification</u>	<u>Commodity Procurement, IR, and Education and Outreach</u>	<u>Credit and Collections</u>	<u>Total</u>
<u>Commencing July 1, 2012</u>			
SC Nos. 1 and 19	\$0.00575	\$0.00144	\$0.00719
SC Nos. 2 Secondary, 20, 4, 5, 6 and 16	\$0.00322	\$0.00073	\$0.00395
SC Nos. 2 Primary, 3, 9, 21, 22 and 25	\$0.00231	\$0.00044	\$0.00275
<u>Commencing July 1, 2013</u>			
SC Nos. 1 and 19	\$0.00613	\$0.00153	\$0.00766
SC Nos. 2 Secondary, 20, 4, 5, 6 and 16	\$0.00357	\$0.00082	\$0.00439
SC Nos. 2 Primary, 3, 9, 21, 22 and 25	\$0.00257	\$0.00049	\$0.00306
<u>Commencing July 1, 2014</u>			
SC Nos. 1 and 19	\$0.00646	\$0.00161	\$0.00807
SC Nos. 2 Secondary, 20, 4, 5, 6 and 16	\$0.00396	\$0.00091	\$0.00487
SC Nos. 2 Primary, 3, 9, 21, 22 and 25	\$0.00287	\$0.00055	\$0.00342

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Issued By: William Longhi, President, Pearl River, New York