

**Orange and Rockland Utilities, Inc.****Calculation of Uncollectibles Component of Merchant Function Charge****October 2020****A. Estimated MSC Revenues**

| <u>Service</u><br><u>Classification</u>      | <u>MFC</u><br><u>Category</u> | <u>Estimated</u><br><u>Net POLR</u><br><u>Sales (kWh)</u> | <u>MSC</u><br><u>(\$/kWh) <sup>1</sup></u> | <u>MSC</u><br><u>Revenue</u> |
|--|-------------------------------|---|--|------------------------------|
| 1  | 1                             | 74,363,192  | 0.05105                                    | \$3,796,044                  |
| 2 Sec  | 2                             | 26,063,667  | 0.04261                                    | 1,110,656                    |
| 25 (Rate 1) Sec                              | 3                             | 0   | 0.04261                                    | 0                            |
| 2 Pri  | 3                             | 2,191,094   | 0.04015                                    | 87,978                       |
| 3/25 (Rate 2)                                | 3                             | 5,162,894   | 0.04015                                    | 207,304                      |
| 9/22/25 (Rates 3 & 4) Pri <sup>2</sup>       | 3                             | 4,978,760   | 0.02867                                    | 142,755                      |
| 9/22/25 (Rates 3 & 4) Sub <sup>2</sup>       | 3                             | 6,779,271   | 0.02442                                    | 165,554                      |
| 9/22/25 (Rates 3 & 4) Trans <sup>2</sup>     | 3                             | 11,509,430  | 0.02159                                    | 248,530                      |
| 9/22/25 (Rates 3 & 4) Trans EDR <sup>2</sup> | 3                             | 0   | 0.02159                                    | 0                            |
| 19 Peak                                      | 1                             | 980,797   | 0.05347                                    | 52,441                       |
| 19 Off Peak                                  | 1                             | 1,694,877   | 0.04965                                    | 84,146                       |
| 20 Peak                                      | 2                             | 417,990   | 0.04491                                    | 18,773                       |
| 20 Off Peak                                  | 2                             | 727,052   | 0.04128                                    | 30,015                       |
| 21 Peak                                      | 3                             | 52,299  | 0.04238                                    | 2,217                        |
| 21 Off Peak                                  | 3                             | 87,642  | 0.03882                                    | 3,402                        |
| 5  | 2                             | 48,121  | 0.03947                                    | 1,899                        |
| 4/6/16                                       | 2                             | <u>1,106,173</u>  | 0.03202                                    | <u>35,420</u>                |
| Total  |                               | <u>136,163,260</u>  |  | <u>\$5,987,135</u>           |

Notes:

(1) The MSC includes the MSC Adjustment for all classes except as noted.

(2) Excludes MSC Adjustment

B. Uncollectible Components by MFC Category

|                                 | <u>kWh</u>        | <u>MSC<br/>Revenue</u> | <u>UC %</u> | <u>Preliminary<br/>UC \$</u> | <u>Adjustment</u> | <u>Adjusted<br/>UC \$</u> | <u>UC Rate<br/>(\$/kWh)</u> |
|---------------------------------|-------------------|------------------------|-------------|------------------------------|-------------------|---------------------------|-----------------------------|
| 1 SC 1 and 19                   | 77,038,866        | \$3,932,630            | 0.687%      | \$27,017                     | (\$65)            | \$26,952                  | 0.00035                     |
| 2 SC 2 Sec, 20, 4, 5, 6 and 16  | 28,363,003        | 1,196,764              | 0.204%      | 2,441                        | (6)               | 2,436                     | 0.00009                     |
| 3 SC 2 Pri, 3, 9, 21, 22 and 25 | <u>30,761,390</u> | <u>857,741</u>         | 0.204%      | <u>1,750</u>                 | <u>(4)</u>        | <u>1,746</u>              | 0.00006                     |
| Total                           | 136,163,260       | \$5,987,135            |             | \$31,208                     | (\$75)            | \$31,133                  |                             |
|                                 |                   | Target<br>Difference   | 0.520%      | \$31,133<br>(\$75)           |                   |                           |                             |