

ORANGE & ROCKLAND UTILITIES, INC.**RDM Adjustments****Effective August 1, 2012****Service Classifications Subject to the RDM Adjustment**

<u>Service Classification</u>	<u>RDM Adjustment</u>	<u>Forecast MWh*</u>	<u>RDM Adj Rate \$/kWh</u>
1 and 19	(\$1,945,235)	1,652,333	(\$0.00118)
2 Secondary and 20	(2,515,542)	909,003	(0.00277)
2 Primary, 3, and 21	1,357,020	476,722	0.00285
9	(35,869)	454,602	(0.00008)
22	<u>(218,474)</u>	<u>308,623</u>	(0.00071)
Subtotal	(\$3,358,100)	3,801,283	

* August 2011 - July 2012

ORANGE AND ROCKLAND UTILITIES, INC.Case No. 10-E-0362
Revenue Decoupling Mechanism
Rate Year Reconciliation*Reconciliation for 12 Month Period Ending June 30, 2012*

	Delivery Revenue	Delivery Revenue Target	(Over)/ Under	RDM Recoveries	Net Balance	Average Balance Net of Tax (1)	Interest Rate	Interest	YTD Interest	Total Including Interest
Starting Balance					\$4,474,788				\$442,937	\$4,917,726
Jul-11	\$27,426,655	\$26,967,000	(\$459,655)	(\$1,038,905)	2,976,228	\$2,249,648	3.4%	\$6,280	449,218	(1,492,280)
Aug-11	24,020,367	24,559,000	538,633	(944,093)	2,570,768	1,674,777	3.4%	4,675	453,893	(400,785)
Sep-11	21,631,208	20,828,000	(803,208)	(466,475)	1,301,085	1,169,009	3.4%	3,263	457,157	(1,266,419)
Oct-11	16,516,645	16,576,000	59,355	(406,464)	953,976	680,859	3.4%	1,901	459,057	(345,209)
Nov-11	14,135,380	14,550,000	414,620	(355,343)	1,013,252	593,955	3.4%	1,658	460,715	60,935
Dec-11	16,240,393	16,454,000	213,607	(392,196)	834,664	557,932	3.4%	1,558	462,273	(177,031)
Jan-12	17,958,483	16,975,000	(983,483)	(421,913)	(570,732)	79,688	3.4%	226	462,499	(1,405,170)
Feb-12	14,927,886	15,533,000	608,692	(397,880)	(359,919)	(280,987)	3.4%	(796)	461,703	210,016
Mar-12	14,797,289	15,525,000	727,711	(400,593)	(32,802)	(118,572)	3.4%	(336)	461,367	326,782
Apr-12	14,830,678	14,699,000	(131,678)	(353,809)	(518,289)	(166,388)	3.4%	(471)	460,895	(485,958)
May-12	17,056,749	15,922,000	(1,134,749)	(352,426)	(2,005,463)	(761,984)	3.4%	(2,159)	458,736	(1,489,333)
Jun-12	<u>20,194,156</u>	<u>18,814,000</u>	<u>(1,380,156)</u>	<u>(426,241)</u>	(3,811,860)	(1,756,395)	3.4%	<u>(4,976)</u>	453,760	<u>(1,811,374)</u>
Total	\$219,735,888	\$217,402,000	(\$2,330,311)	(\$5,956,337)				\$10,822		(\$3,358,100)

(1) Net of Tax Factor 0.6039

ORANGE AND ROCKLAND UTILITIES, INC.

Case No. 10-E-0362
Revenue Decoupling Mechanism
Reconciliation for 12 Month Period Ending June 30, 2012

Service Classification No. 1

	Delivery (Over)/ Under	RDM Recoveries	Net Balance	Average Balance Net of Tax (1)	Interest Rate	Interest	Total Including Interest
Starting Balance	\$985,735		\$985,735			\$218,253	\$1,203,988
Jul-11	(505,343)	(\$455,285)	25,107	\$305,198	3.4%	852	(959,776)
Aug-11	(25,309)	(398,215)	(398,417)	(112,712)	3.4%	(315)	(423,838)
Sep-11	(309,407)	(146,252)	(854,076)	(378,159)	3.4%	(1,056)	(456,715)
Oct-11	46,711	(170,472)	(977,836)	(553,100)	3.4%	(1,544)	(125,305)
Nov-11	436,204	(142,178)	(683,810)	(501,693)	3.4%	(1,401)	292,626
Dec-11	310,184	(161,898)	(535,524)	(368,147)	3.4%	(1,028)	147,259
Jan-12	(594,760)	(181,937)	(1,312,220)	(557,880)	3.4%	(1,581)	(778,277)
Feb-12	415,262	(164,827)	(1,061,786)	(716,772)	3.4%	(2,031)	248,404
Mar-12	537,876	(160,297)	(684,206)	(527,159)	3.4%	(1,494)	376,086
Apr-12	(8,337)	(137,892)	(830,435)	(457,308)	3.4%	(1,296)	(147,524)
May-12	(597,413)	(137,000)	(1,564,848)	(723,196)	3.4%	(2,049)	(736,462)
Jun-12	<u>(1,045,277)</u>	<u>(179,830)</u>	(2,789,955)	(1,314,824)	3.4%	<u>(3,725)</u>	<u>(1,228,833)</u>
Total	(\$353,872)	(\$2,436,083)				\$201,587	(\$2,588,368)

(1) Net of Tax Factor 0.60385

ORANGE AND ROCKLAND UTILITIES, INC.

Case No. 10-E-0362
Revenue Decoupling Mechanism
Reconciliation for 12 Month Period Ending June 30, 2012

Service Classification No. 2 Primary

	Delivery (Over)/ <u>Under</u>	RDM <u>Recoveries</u>	Net <u>Balance</u>	Average Balance <u>Net of Tax (1)</u>	Interest <u>Rate</u>	<u>Interest</u>	Total Including <u>Interest</u>
Starting Balance	(\$557,081)		(\$557,081)			(\$3,104)	(\$560,185)
Jul-11	(38,707)	(\$10,764)	(606,551)	(\$351,330)	3.4%	(981)	(50,451)
Aug-11	88,713	(9,985)	(527,824)	(342,496)	3.4%	(956)	77,772
Sep-11	92,273	(6,582)	(442,133)	(292,854)	3.4%	(818)	84,874
Oct-11	69,694	(6,974)	(379,412)	(248,045)	3.4%	(692)	62,028
Nov-11	70,045	(5,259)	(314,627)	(209,548)	3.4%	(585)	64,201
Dec-11	78,777	(5,156)	(241,006)	(167,759)	3.4%	(468)	73,152
Jan-12	81,183	(5,900)	(165,723)	(122,802)	3.4%	(348)	74,935
Feb-12	82,499	(5,914)	(89,138)	(76,949)	3.4%	(218)	76,367
Mar-12	83,757	(4,850)	(10,231)	(30,002)	3.4%	(85)	78,822
Apr-12	79,630	(3,695)	65,704	16,749	3.4%	47	75,983
May-12	73,134	(3,929)	134,909	60,570	3.4%	172	69,376
Jun-12	<u>93,059</u>	<u>(4,368)</u>	223,600	108,243	3.4%	<u>307</u>	<u>88,998</u>
Total	\$296,976	(\$73,376)				(\$7,729)	\$215,871

(1) Net of Tax Factor 0.60385

ORANGE AND ROCKLAND UTILITIES, INC.

Case No. 10-E-0362
Revenue Decoupling Mechanism
Reconciliation for 12 Month Period Ending June 30, 2012

Service Classification No. 2 Secondary

	Delivery (Over)/ Under	RDM Recoveries	Net Balance	Average Balance Net of Tax (1)	Interest Rate	Interest	Total Including Interest
Starting Balance	\$2,322,762		\$2,322,762			\$95,911	\$2,418,673
Jul-11	(114,499)	(\$274,663)	1,933,600	\$1,285,102	3.4%	3,588	(385,574)
Aug-11	89,292	(257,506)	1,765,386	1,116,816	3.4%	3,118	(165,097)
Sep-11	(453,397)	(168,519)	1,143,471	878,256	3.4%	2,452	(619,463)
Oct-11	(108,578)	(157,325)	877,567	610,202	3.4%	1,703	(264,200)
Nov-11	(144,754)	(142,271)	590,542	443,259	3.4%	1,237	(285,787)
Dec-11	(61,123)	(148,064)	381,356	293,440	3.4%	819	(208,367)
Jan-12	(401,666)	(160,593)	(180,904)	60,522	3.4%	171	(562,088)
Feb-12	14,514	(155,230)	(321,619)	(151,724)	3.4%	(430)	(141,146)
Mar-12	53,041	(162,381)	(430,959)	(227,222)	3.4%	(644)	(109,984)
Apr-12	(271,939)	(139,368)	(842,266)	(384,419)	3.4%	(1,089)	(412,396)
May-12	(387,123)	(142,666)	(1,372,055)	(668,559)	3.4%	(1,894)	(531,683)
Jun-12	<u>(503,595)</u>	<u>(165,043)</u>	(2,040,693)	(1,030,394)	3.4%	<u>(2,919)</u>	<u>(671,558)</u>
Total	\$32,935	(\$2,073,628)				\$102,023	(\$1,938,670)

(1) Net of Tax Factor 0.60385

ORANGE AND ROCKLAND UTILITIES, INC.

Case No. 10-E-0362
Revenue Decoupling Mechanism
Reconciliation for 12 Month Period Ending June 30, 2012

Service Classification No. 3

	Delivery (Over)/ <u>Under</u>	RDM <u>Recoveries</u>	Net <u>Balance</u>	Average Balance <u>Net of Tax (1)</u>	Interest <u>Rate</u>	<u>Interest</u>	Total Including <u>Interest</u>
Starting Balance	\$225,393		\$225,393			\$5,137	\$230,530
Jul-11	74,545	(\$17,008)	282,930	\$153,475	3.4%	428	57,966
Aug-11	198,586	(18,820)	462,696	225,123	3.4%	628	180,394
Sep-11	43,943	(30,829)	475,809	283,358	3.4%	791	13,905
Oct-11	179,435	(53,965)	601,279	325,200	3.4%	908	126,377
Nov-11	38,336	(47,721)	591,894	360,249	3.4%	1,006	(8,379)
Dec-11	(43,559)	(50,507)	497,828	329,014	3.4%	918	(93,147)
Jan-12	(10,296)	(52,653)	434,879	281,608	3.4%	798	(62,151)
Feb-12	50,889	(50,356)	435,413	262,763	3.4%	744	1,278
Mar-12	29,367	(52,422)	412,358	255,963	3.4%	725	(22,330)
Apr-12	77,197	(52,763)	436,793	256,380	3.4%	726	25,161
May-12	(78,778)	(49,592)	308,423	224,999	3.4%	637	(127,732)
Jun-12	<u>103,472</u>	<u>(56,661)</u>	355,235	200,375	3.4%	<u>568</u>	<u>47,379</u>
Total	\$888,530	(\$533,296)				\$14,017	\$369,251

(1) Net of Tax Factor 0.60385

ORANGE AND ROCKLAND UTILITIES, INC.

Case No. 10-E-0362
Revenue Decoupling Mechanism
Reconciliation for 12 Month Period Ending June 30, 2012

Service Classification No. 9

	Delivery (Over)/ Under	RDM Recoveries	Net Balance	Average Balance Net of Tax (1)	Interest Rate	Interest	Total Including Interest
Starting Balance	(\$258,350)		(\$258,350)			(\$7,776)	(\$266,126)
Jul-11	(21,679)	\$58,674	(221,355)	(\$144,835)	3.4%	(404)	36,591
Aug-11	19,425	53,895	(148,035)	(111,528)	3.4%	(311)	73,009
Sep-11	(92,684)	23,655	(217,063)	(110,232)	3.4%	(308)	(69,336)
Oct-11	(9,538)	25,380	(201,221)	(126,291)	3.4%	(353)	15,490
Nov-11	1,837	21,034	(178,350)	(114,602)	3.4%	(320)	22,551
Dec-11	2,206	21,709	(154,435)	(100,476)	3.4%	(280)	23,634
Jan-12	(3,923)	23,104	(135,254)	(87,464)	3.4%	(248)	18,934
Feb-12	49,131	21,145	(64,978)	(60,455)	3.4%	(171)	70,105
Mar-12	11,466	20,503	(33,009)	(29,585)	3.4%	(84)	31,885
Apr-12	23,580	21,533	12,104	(6,312)	3.4%	(18)	45,095
May-12	(69,328)	21,092	(36,132)	(7,255)	3.4%	(21)	(48,257)
Jun-12	<u>(14,496)</u>	<u>25,107</u>	(25,522)	(18,615)	3.4%	<u>(53)</u>	<u>10,557</u>
Total	(\$362,352)	\$336,830				(\$10,347)	(\$35,869)

(1) Net of Tax Factor 0.60385

ORANGE AND ROCKLAND UTILITIES, INC.

Case No. 10-E-0362
Revenue Decoupling Mechanism
Reconciliation for 12 Month Period Ending June 30, 2012

Service Classification No. 19

	Delivery (Over)/ <u>Under</u>	RDM <u>Recoveries</u>	Net <u>Balance</u>	Average Balance <u>Net of Tax (1)</u>	Interest <u>Rate</u>	<u>Interest</u>	Total Including <u>Interest</u>
Starting Balance	\$959,520		\$959,520			\$68,452	\$1,027,972
Jul-11	(36,924)	(\$209,762)	712,833	\$504,925	3.4%	1,410	(245,277)
Aug-11	12,245	(192,606)	532,472	375,989	3.4%	1,050	(179,311)
Sep-11	19,610	(73,230)	478,852	305,344	3.4%	852	(52,768)
Oct-11	2,828	(9,099)	472,581	287,261	3.4%	802	(5,469)
Nov-11	37,314	(6,784)	503,111	294,586	3.4%	822	31,352
Dec-11	13,685	(8,396)	508,399	305,400	3.4%	853	6,141
Jan-12	12,557	(8,727)	512,229	308,153	3.4%	873	4,703
Feb-12	32,979	(7,979)	537,229	316,858	3.4%	898	25,898
Mar-12	36,088	(7,633)	565,684	332,997	3.4%	943	29,398
Apr-12	18,851	(7,056)	577,480	345,150	3.4%	978	12,774
May-12	(2,283)	(7,229)	567,968	345,839	3.4%	980	(8,532)
Jun-12	<u>5,407</u>	<u>(10,123)</u>	563,252	341,543	3.4%	<u>968</u>	<u>(3,748)</u>
Total	\$1,111,876	(\$548,624)				\$79,881	\$643,132

(1) Net of Tax Factor 0.60385

ORANGE AND ROCKLAND UTILITIES, INC.

Case No. 10-E-0362
Revenue Decoupling Mechanism
Reconciliation for 12 Month Period Ending June 30, 2012

Service Classification No. 20

	Delivery (Over)/ Under	RDM Recoveries	Net Balance	Average Balance Net of Tax (1)	Interest Rate	Interest	Total Including Interest
Starting Balance	(\$446,198)		(\$446,198)			(\$12,926)	(\$459,124)
Jul-11	(20,316)	\$67,005	(399,509)	(\$255,340)	3.4%	(713)	45,976
Aug-11	(7,639)	64,746	(342,403)	(224,002)	3.4%	(625)	56,481
Sep-11	(5,715)	32,082	(316,036)	(198,799)	3.4%	(555)	25,812
Oct-11	(77,869)	(7,158)	(401,063)	(216,510)	3.4%	(604)	(85,631)
Nov-11	(23,080)	(8,968)	(433,111)	(251,858)	3.4%	(703)	(32,752)
Dec-11	(27,046)	(10,764)	(470,920)	(272,950)	3.4%	(762)	(38,571)
Jan-12	(48,349)	(12,270)	(531,539)	(302,668)	3.4%	(858)	(61,476)
Feb-12	(12,374)	(11,379)	(555,292)	(328,141)	3.4%	(930)	(24,683)
Mar-12	(5,335)	(11,130)	(571,757)	(340,284)	3.4%	(964)	(17,429)
Apr-12	(35,377)	(10,869)	(618,002)	(359,218)	3.4%	(1,018)	(47,263)
May-12	16,062	(10,496)	(612,437)	(371,500)	3.4%	(1,053)	4,513
Jun-12	<u>69,229</u>	<u>(10,955)</u>	(554,163)	(352,226)	3.4%	<u>(998)</u>	<u>57,276</u>
Total	(\$624,006)	\$69,843				(\$22,709)	(\$576,872)

(1) Net of Tax Factor 0.60385

ORANGE AND ROCKLAND UTILITIES, INC.

Case No. 10-E-0362
Revenue Decoupling Mechanism
Reconciliation for 12 Month Period Ending June 30, 2012

Service Classification No. 21

	Delivery (Over)/ <u>Under</u>	RDM <u>Recoveries</u>	Net <u>Balance</u>	Average Balance <u>Net of Tax (1)</u>	Interest <u>Rate</u>	<u>Interest</u>	Total Including <u>Interest</u>
Starting Balance	\$1,052,774		\$1,052,774			\$70,250	\$1,123,024
Jul-11	29,598	(\$178,120)	904,252	\$590,875	3.4%	1,650	(146,873)
Aug-11	42,189	(159,002)	787,438	510,763	3.4%	1,426	(115,388)
Sep-11	(28,881)	(77,233)	681,324	443,456	3.4%	1,238	(104,876)
Oct-11	(28,754)	(6,707)	645,863	400,711	3.4%	1,119	(34,343)
Nov-11	8,508	(7,041)	647,329	390,447	3.4%	1,090	2,557
Dec-11	(18,730)	(11,694)	616,904	381,704	3.4%	1,066	(29,359)
Jan-12	9,368	(6,155)	620,117	373,488	3.4%	1,058	4,271
Feb-12	24,704	(5,839)	638,981	380,153	3.4%	1,077	19,941
Mar-12	5,771	(5,956)	638,795	385,793	3.4%	1,093	907
Apr-12	19,564	(5,351)	653,008	390,028	3.4%	1,105	15,318
May-12	16,842	(5,412)	664,438	397,770	3.4%	1,127	12,557
Jun-12	<u>29,296</u>	<u>(6,291)</u>	687,444	408,167	3.4%	<u>1,156</u>	<u>24,162</u>
Total	\$1,162,247	(\$474,804)				\$84,454	\$771,898

(1) Net of Tax Factor 0.60385

ORANGE AND ROCKLAND UTILITIES, INC.

Case No. 10-E-0362
Revenue Decoupling Mechanism
Reconciliation for 12 Month Period Ending June 30, 2012

Service Classification No. 22

	Delivery (Over)/ <u>Under</u>	RDM <u>Recoveries</u>	Net <u>Balance</u>	Average Balance <u>Net of Tax (1)</u>	Interest <u>Rate</u>	<u>Interest</u>	Total Including <u>Interest</u>
Starting Balance	\$190,234		\$190,234			\$8,740	\$198,974
Jul-11	173,669	(\$18,980)	344,923	\$161,577	3.4%	451	155,140
Aug-11	121,131	(26,599)	439,454	236,823	3.4%	661	95,193
Sep-11	(68,951)	(19,566)	350,936	238,639	3.4%	666	(87,852)
Oct-11	(14,575)	(20,143)	316,219	201,431	3.4%	562	(34,155)
Nov-11	(9,789)	(16,155)	290,274	183,116	3.4%	511	(25,433)
Dec-11	(40,787)	(17,425)	232,062	157,706	3.4%	440	(57,772)
Jan-12	(27,597)	(16,783)	187,682	126,731	3.4%	359	(44,021)
Feb-12	(48,911)	(17,500)	121,270	93,280	3.4%	264	(66,148)
Mar-12	(24,320)	(16,427)	80,524	60,927	3.4%	173	(40,574)
Apr-12	(34,847)	(18,350)	27,326	32,563	3.4%	92	(53,105)
May-12	(105,861)	(17,194)	(95,729)	(20,652)	3.4%	(59)	(123,114)
Jun-12	<u>(117,251)</u>	<u>(18,077)</u>	(231,056)	(98,665)	3.4%	<u>(280)</u>	<u>(135,607)</u>
Total	(\$7,857)	(\$223,200)				\$12,582	(\$218,474)

(1) Net of Tax Factor 0.60385