

**P.S.C. NO. 3 ELECTRICITY
ORANGE AND ROCKLAND UTILITIES, INC.**
INITIAL EFFECTIVE DATE: April 1, 2012

LEAF: 261
REVISION: 0
SUPERSEDING REVISION:

GENERAL INFORMATION

30. REVENUE DECOUPLING MECHANISM ("RDM") ADJUSTMENT (Continued)

(C) Delivery Revenue Targets (\$000s)

Customer Group	12-month period commencing: <u>July 1, 2011</u>
A	\$132,800
B	52,993
C	16,756
D	10,425
E	5,717
Unbilled Revenue	<u>(1,289)</u>
Total	\$217,402

(D) Interim RDM Adjustments

If at any time during an Annual RDM Period, the total of cumulative delivery revenue excess/shortfall for all of the Company's service classifications subject to the RDM Adjustment exceeds \$3.3 million, which is 1.5 percent of the total of the Delivery Revenue Targets for the Annual RDM Period, the Company may implement interim RDM Adjustments by customer group on no less than ten days notice.

Such interim RDM Adjustments shall normally be determined by customer group by dividing the portion of the cumulative delivery revenue excess/shortfall for each customer group by the projected kWh deliveries associated with each customer group for the subsequent twelve-month period.

The Company may implement an interim RDM adjustment for a time period other than the normal time period after consultation with Commission Staff.

These interim RDM Adjustments are subject to reconciliation at the end of the Annual RDM Period as part of the annual RDM Adjustment process described above.

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