

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

INITIAL EFFECTIVE DATE: July 1, 2019

SUPERSEDING REVISION:

LEAF: 259

REVISION: 7

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Issued in compliance with Order in Case 15-E-0751 dated 5/16/2019.

GENERAL INFORMATION**30. REVENUE DECOUPLING MECHANISM ("RDM") ADJUSTMENT**

Actual delivery revenues for certain customer classes are subject to reconciliation through an RDM Adjustment.

(A) Applicability

The RDM Adjustment is applicable to Service Classification ("SC") Nos. 1, 2, 3, 4, 6, 9, 19, 20, 21, 22, and 25 – Rate Choice Customers (as defined in SC No. 25). For RDM purposes, these Service Classifications shall be assigned to customer groups as follows:

- Group A – SC Nos. 1 and 19 customers
- Group B – SC No. 2 Secondary and SC No. 20 customers
- Group C – SC No. 2 Primary and SC Nos. 3 and 21 customers
- Group D – SC No. 9 customers
- Group E – SC No. 22 customers
- Group F – SC No. 4 and SC No. 6 customers

The RDM is not applicable to (a) Service Classification Nos. 5, 15, 16, 23, and 25 (excluding Rate Choice Customers as defined in SC No. 25); (b) customers taking service under Rider H; (c) kWh usage delivered under Rider B, NYPA RNY Program, up to the RNY Allocation; and (d) usage delivered under Rider C, Excelsior Jobs Program, above the Baseline Billing Determinants. Revenue associated with customers taking service under Rider H and usages delivered under Rider C, Excelsior Jobs Program, above the Baseline Billing Determinants will be excluded from the RDM until the Company's base electric rates are next reset, even if service under these riders expires during this period. Rate Choice Customers shall be included with their otherwise applicable Service Classification group as shown above.

Issued By: Robert Sanchez, President, Pearl River, New York