

P.S.C. NO. 3 ELECTRICITY
ORANGE AND ROCKLAND UTILITIES, INC.
 INITIAL EFFECTIVE DATE: January 1, 2015

LEAF: 261
 REVISION: 2
 SUPERSEDING REVISION: 1

GENERAL INFORMATION

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

(B) Determination of RDM Adjustment (Continued)

If for any reason, a customer group included in the RDM no longer has any customers, the revenue target for that discontinued customer group, plus any RDM delivery revenue excess or shortfall, will be reallocated to other remaining customer groups to provide for equitable treatment of any revenue excess or shortfall from the discontinued customer group. In the event RDM revenue is reallocated, the Company will consult with Commission Staff regarding such reallocation.

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

<u>Customer Group</u>	<u>Effective: 11/1/2015</u>
A	To Be Determined
B	To Be Determined
C	To Be Determined
D	To Be Determined
E	To Be Determined
F	To Be Determined
Unbilled Revenue	<u>To Be Determined</u>
Total	To Be Determined

For the period July 1, 2015 through October 31, 2015, the RDM will be implemented in accordance with the methodology set forth in Appendix E to the Joint Proposal adopted by the Commission in its Order Adopting Terms of a Joint Proposal, With Modification, and Establishing Electric Rate Plan, issued June 15, 2012 in Case No. 11-E-0408.

(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 1.5 percent of the total of the Delivery Revenue Target, 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.

Issued By: Timothy Cawley, President, Pearl River, New York