



April 26, 2018

Honorable Kathleen H. Burgess  
Secretary to the Commission  
State of New York  
Public Service Commission  
Three Empire State Plaza  
Albany, New York 12223

Dear Secretary Burgess:

Orange and Rockland Utilities, Inc. (the "Company") herein submits for filing its Statement of Market Supply Charge, Statement No. MSC-74, to its Schedule for Electric Service, P.S.C. No. 3-ELECTRICITY. This Statement is issued April 26, 2018, to become effective May 1, 2018.

The Market Supply Charges ("MSC") for May 2018 include a projection of May 2018 electric supply costs and a reconciliation of March 2018 electric supply costs and MSC recoveries and the Clean Energy Standard Supply Surcharge. This statement also includes a determination of the capacity and adder rates and Clean Energy Standard Supply Surcharge necessary for Day-Ahead Hourly Pricing customers pursuant to the Commission's Orders issued April 24, 2006 and February 22, 2017, in Case Nos. 03-E-0641 and 15-E-0302, respectively.

In February 2018, the Company over collected approximately \$5.9 million. Normally, this over collection would have been fully reconciled in the April 2018 MSC rates. To mitigate the impact of this over collection on the April 2018 MSC rates, the Company deferred refund of \$2.9 million to subsequent month(s) MSC. The \$1.5 million of the \$2.9 million, for which refund was deferred, is included in the May 2018 MSC. The remainder of the deferred balance will be refunded in future MSC filings.

The Company also includes a copy of the workpapers used to determine the May 2018 MSC.

Questions regarding this filing can be directed to Cheryl Ruggiero at (212) 460-3189.

Sincerely,

/s/

William A. Atzl, Jr.  
Director – Rate Engineering