

Orange and Rockland Utilities, Inc. 4 Irving Place New York NY 10003-0987 www.oru.com

April 26, 2019

Kathleen H. Burgess Secretary New York State Department of Public Service 3 Empire State Plaza, 19<sup>th</sup> Floor Albany, New York 12223-1350

RE: Annual Dynamic Load Management ("DLM") Surcharge Filing

## Dear Secretary Burgess:

Orange and Rockland Utilities, Inc. (the "Company") herein submits for filing its Statement of Dynamic Load Management Surcharge – DLM Statement No. 2 to its Schedule for Electric Service, P.S.C. No. 3 – ELECTRICITY (the "Tariff"). This Statement is issued April 26, 2019 to become effective with service rendered on or after May 1, 2019.

This filing is made in accordance with General Information Section 24 of the Company's Tariff which requires an annual DLM filing in accordance with the Commission's April 19, 2018 Order in Case 14-E-0423, et al.

The Company's three DLM programs include the Direct Load Control ("DLC") Program, Commercial System Relief Program ("CSRP"), and Distribution Load Relief Program ("DLRP"). The current DLM rates are structured to: (1) allocate the costs associated with the CSRP to all service classifications using the Company's transmission demand allocators from the Company's most recent embedded cost of service ("ECOS") study; (2) to the extent practicable, allocate the costs associated with the DLC Program and the DLRP to service classifications served at the primary voltage level and below using the primary distribution demand allocators from the Company's most recent ECOS study; and (3) provide for the recovery of the costs of these programs from non-demand billed customers on a per kWh basis, and from demand billed customers on a per kW basis through existing delivery rate lines on customers' bills.

The proposed rates in DLM Statement No. 2 are based on annual forecasted program costs for the 2019 program year. The determination of the proposed DLM rates also includes a reconciliation of DLM recoveries, including interest, for the period June 2018 through April 2019. The amount over-collected for the reconciliation period for the CSRP is \$39,289. The amount over-collected for the reconciliation period for the DLC Program and the DLRP

<sup>&</sup>lt;sup>1</sup> Interest on any under- or over-collections from the reconciliation of the DLM program costs and recoveries will be calculated at the Customer Deposit Rate.

Received: 04/26/2019

Honorable Kathleen H. Burgess April 26, 2019 Page 2

combined is \$894,041. The resulting DLM charges per service classification for the 2019 program year can be found on DLM Statement No. 2.

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

Very truly yours,

/s/

William A. Atzl, Jr. Director – Rate Engineering