



March 27, 2014

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-25, to its Schedule for Electric Service, P.S.C. No. 3-ELECTRICITY. This Statement is issued March 27, 2014, to become effective April 1, 2014.

The Market Supply Charges ("MSC") for April 2014 include a projection of April 2014 electric supply costs and a reconciliation of February 2014 electric supply costs and MSC recoveries. This statement also includes a determination of the capacity and adder rates necessary for Day-Ahead Hourly Pricing customers pursuant to the Commission's Order issued April 24, 2006, in Case 03-E-0641.

In January 2014, the Company under collected approximately \$8.1 million. Normally, this under collection would have been fully reconciled in the March 2014 MSC rates. To mitigate the impact of this under collection on the March 2014 MSC rates, the Company deferred recovery of \$2.0 million to a subsequent month's MSC. The \$2.0 million, plus interest, for which recovery was previously deferred, is included in the April 2014 MSC.

The Company also includes a copy of the workpapers used to determine the April 2014 MSC.

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

Sincerely,

/s/

William A. Atzl, Jr.
Director – Rate Engineering