



Orange and Rockland Utilities, Inc.  
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October 1, 2013

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

Re: Annual Update of Uncollectibles Percentages  
included in Purchase of Receivables Discount  
Percentage and Merchant Function Charges

Dear Secretary Brillling,

Orange and Rockland Utilities, Inc. (the "Company") hereby submits for filing 4th Revised Leaf No. 89 proposing revisions to its Schedule for Electric Service, P.S.C. No. 3 – ELECTRICITY ("Electric Tariff").

This tariff leaf is issued October 1, 2013 to become effective November 1, 2013. This filing is made pursuant to General Information Section Nos. 7.5 and 28 of the Electric Tariff.

The purpose of this filing is to:

- a. update the Uncollectibles Percentage and Risk Factor components of the Purchase of Receivables ("POR") Discount Percentage in General Information Section No. 7.5 of the Electric Tariff; and
- b. update the Uncollectibles Percentages used in the determination of the Uncollectibles Charge component of the Merchant Function Charge as described in General Information Section No. 28 of the Electric Tariff.

Effective November 1, 2013, the Uncollectibles Percentage and Risk Factor components of the POR Discount Percentage shall be set at 0.389% and 0.078%, respectively. The POR Discount Percentage shall be set at 1.031%. The Uncollectibles Percentages used in the calculation of the Merchant Function Charges are 0.515% for residential and 0.145% for non-residential customers, effective November 1, 2013.

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