

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

December 28, 2016

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 Merchant Function Charge, Statement No. MFC-58, to its Schedule for Electric Service, P.S.C. No. 3-ELECTRICITY. This statement is issued December 28, 2016, to become effective January 1, 2017.

The Merchant Function Charges ("MFC") for January 2017 are filed pursuant to the Commission's Order Adopting Terms of a Joint Proposal and Establishing Electric and Gas Rate Plan, issued October 16, 2015, in Case No. 14-E-0493. The Company also includes a copy of the workpapers used to determine the January 2017 MFC.

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

Sincerely,

/s/

William A. Atzl, Jr. Director – Rate Engineering