

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

October 14, 2016

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

## Re: Transition Adjustment for Competitive Services

Dear Secretary Burgess:

Orange and Rockland Utilities, Inc. ("O&R" or "the Company") hereby submits for filing its Statement of Transition Adjustment for Competitive Services, Statement No. TACS – 8 to its Schedule for Electric Service, P.S.C. No. 3 – ELECTRICITY ("Electric Tariff"). This Statement is issued October 14, 2016, to become effective with service rendered on or after November 1, 2016.

This filing is made in accordance with General Information Section No. 29 of the Electric Tariff requiring the Transition Adjustment for Competitive Services ("TACS") to be reset effective November 1 of each year. The TACS to become effective November 1, 2016, is designed to recover Merchant Function Charge Fixed Component Lost Revenue, Billing and Payment Processing Lost Revenue, Metering Lost Revenue, and Credit and Collections Lost Revenue Associated with Retail Access incurred during the period November 1, 2015 through October 31, 2016, and as defined in General Information Section No. 29 of the Electric Tariff. Half the amount to be recovered through the TACS has been assigned to full service customers and the balance has been assigned to both full service and retail access customers.

In addition, we have included an adjustment to correct amounts included in the Company's annual TACS filing made June 15, 2012 and June 16, 2014.

Accordingly, the Company has determined that the TACS applicable to full service customers is a credit of 0.007 cents per kWh, and the TACS applicable to retail access customers is credit of 0.002 cents per kWh. The calculations supporting this determination are attached as Appendix A.

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

Sincerely,

/s/

William A. Atzl, Jr. Director – Rate Engineering