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

July 22, 2016

Honorable Kathleen H. Burgess Secretary New York State Department of Public Service Three Empire State Plaza, 19th Floor Albany, New York 12223

RE: Case No. 11-E-0408, Proceeding on Motion of the Commission as to the Rates, Charges, Rules and Regulations of Orange and Rockland Utilities, Inc. for Electric Service

Dear Secretary Burgess:

Orange and Rockland Utilities, Inc. (the "Company") hereby submits for filing Statement RDM-7 to its Schedule for Electric Service, P.S.C. No. 3 – ELECTRICITY ("Electric Tariff"). This statement is issued July 22, 2016 to become effective August 1, 2016.

The Joint Proposal adopted by the Commission in Case No. 11-E-0408 provided that, should the Company not file for new base delivery rates to take effect upon the expiration of Rate Year 3 (i.e., the 12 months ended June 30, 2015), the RDM would remain in effect and the delivery revenue targets effective commencing July 1, 2015 would be equal to the delivery revenue targets effective July 1, 2014, adjusted to reflect the reduction in the temporary surcharge in the Company's Energy Cost Adjustment mechanism from \$2.1 million to \$1.5 million per year. In addition, the Joint Proposal stated that if new base delivery rates take effect on a date other than July 1, the sum of the monthly delivery revenue excess/shortfalls for each month of the partial year, for each customer group, would be refunded/surcharged to customers through customer group-specific RDM Adjustments applicable during the subsequent twelve-month period commencing one month after new base delivery rates take effect.

On November 14, 2014, the Company filed for new base delivery rates. The Commission's Order Adopting Joint Proposal and Establishing Electric and Gas Rate Plan, issued October 16, 2015 in Case No. 14-E-0493, provided for new base delivery rates effective November 1, 2015. Accordingly, the Company filed to implement the reconciliation of the RDM for the period July 1, 2015 – October 31, 2015 ("Stub Period").

The Stub Period RDM Adjustments were added to the RDM adjustments that became effective August 1, 2015, which reconciled Rate Year 3, to establish a single set of combined class-specific RDM adjustments becoming effective December 1, 2015. The Company is now filing to remove the Rate Year 3 RDM adjustments that became effective August 1, 2015.

The attached Appendix to this filing shows the calculation of the RDM Adjustments set forth on Statement RDM-7.

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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