



Orange and Rockland Utilities, Inc.  
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March 28, 2012

Honorable Jaclyn A. Brilling  
Secretary  
State of New York  
Public Service Commission  
Three Empire State Plaza  
Albany, New York 12223

RE: Interim Revenue Decoupling Mechanism Adjustment

Dear Secretary Brilling:

Orange and Rockland Utilities, Inc. (the "Company") hereby submits Statement RDM-4 to its Schedule for Gas Service, P.S.C. No. 4 – GAS ("Gas Tariff"). This statement is issued March 28, 2012 to become effective April 1, 2012.

The purpose of this filing is to implement interim revenue decoupling mechanism ("RDM") adjustments in accordance with General Information Section No. 25 (E), Revenue Decoupling Mechanism Adjustment, of the Gas Tariff. This section of the Gas Tariff states, "The Company will track delivery revenue excess/shortfalls on a monthly basis and may implement Interim RDM Adjustments at any time in order to minimize the annual RDM Adjustment."

Based on the current projections, the Company estimates that the cumulative delivery revenue shortfalls for the period November 2011 through October 2012 will be \$2,208,727 for Group A and \$762,748 for Group B.<sup>1</sup> Therefore, the Company has determined group-specific interim RDM surcharges to recover the projected shortfalls over the period April 1, 2012 through October 31, 2012. These interim RDM surcharges have been added to the RDM surcharges that became effective December 1, 2011, to establish group specific combined surcharges of 6.176 ¢/Ccf for Group A and 4.392 ¢/Ccf for Group B effective April 1, 2012.

Questions regarding the filing can be directed to me at (212) 460-3308.

Very truly yours,

/s/

William A. Atzl, Jr.  
Director – O&R Rates

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<sup>1</sup> Group A consists of Service Classification No. 1 and Service Classification No. 6 Rate Schedule IA customers. Group B consists of Service Classification No. 2 and Service Classification No. 6 Rate Schedule IB and Rate Schedule II customers.