



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

July 27, 2012

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

Dear Secretary Brillling:

Orange and Rockland Utilities, Inc. ("the Company") herein submits for filing its Statement of Merchant Function Charge, Statement No. MFC-5, to its Schedule for Electric Service, P.S.C. No. 3-ELECTRICITY. This statement is issued July 27, 2012, to become effective August 1, 2012.

The Merchant Function Charges ("MFC") for August 2012 are filed pursuant to the Commission's Order Adopting Terms of a Joint Proposal, With Modification, and Establishing Electric Rate Plan, issued June 15, 2012, in Case No. 11-E-0408. The Company also includes a copy of the workpapers used to determine the August 2012 MFC.

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

Sincerely,

/s/

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