



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

July 20, 2012

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

RE: Case No. 10-E-0362, 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 Brilling:

Orange and Rockland Utilities, Inc. (the "Company") hereby submits for filing Statement RDM-2 to its Schedule for Electric Service, P.S.C. No. 3 – ELECTRICITY ("Electric Tariff"). This statement is issued July 20, 2012 to become effective August 1, 2012.

The purpose of this filing is to implement the annual reconciliation of the Company's electric revenue decoupling mechanism ("RDM") in accordance with General Information Section No. 30, Revenue Decoupling Mechanism Adjustment, of the Electric Tariff.

The cumulative net delivery revenue excess for the twelve-month period ended June 30, 2012 ("Rate Year") is \$3,358,100. This amount includes: a) a beginning revenue shortfall balance of \$4,917,726; b) a non-competitive delivery revenue excess of \$2,330,311 for the Rate Year; c) RDM recoveries of \$5,956,337; and interest of \$10,822. Customer group-specific RDM Adjustments have been determined to refund the net delivery revenue excess over the twelve-month period commencing August 1, 2012.

Attached as Appendix A to this filing are workpapers showing the derivation of the RDM Adjustments set forth on Statement RDM-2.

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

Very truly yours,

/s/

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