

STATEMENT OF INCREASE IN RATES AND CHARGES

Applicable to Billing under all Service Classifications
of the Schedule for Electric Service of

ORANGE AND ROCKLAND UTILITIES, INC.

- (1) **Section 209 of the New York State Tax Law (State Income Tax)** - The applicable rates and charges for service under all service classifications of P.S.C. No. 2 ELECTRICITY, shall be increased by dividing such rates and charges by a surcharge factor of 0.9866 pursuant to General Information Section 18.
- (2) **Sections 209-b and 186-c of the New York State Tax Law (Metropolitan Transportation Authority Business Tax Surcharge)** - The applicable rates and charges for service under all service classifications of P.S.C. No. 2 ELECTRICITY, including the effect of the surcharge factor shown in (1) above, shall be increased by dividing such rates and charges by the following applicable surcharge factors pursuant to General Information Section 18:

<u>COUNTY</u>	<u>SURCHARGE FACTOR</u>
Orange County	0.9949
Rockland County	0.9949
Sullivan County	1.0000

ISSUED: December 10, 2002

EFFECTIVE: January 1, 2003

ISSUED BY: Stephen B. Bram, President
Pearl River, New York 10965

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- (3) **Section 186-a of the New York State Tax Law (Gross Receipts Tax), Section 20-b of the General City Law, and Section 5-530 of the Village Law** - The applicable rates and charges for service under all service classifications of P.S.C. No. 2 ELECTRICITY, including the effect of the surcharge factors shown in (1) and (2) above, shall be increased by dividing such rates and charges by the following applicable surcharge factors pursuant to General Information Section 18:

	Commodity	Delivery	
		Residential	Non-Residential
Certain Municipalities*	0.9815	0.9675	0.97875
All Other Municipalities	0.9915	0.9775	0.98875

*Applicable to the following municipalities:

City of Middletown	Village of New Square
City of Port Jervis	Village of Nyack
Village of Airmont	Village of Otisville
Village of Bloomingburg	Village of Piermont
Village of Chestnut Ridge	Village of Pomona
Village of Goshen	Village of Sloatsburg
Village of Grand View-on-Hudson	Village of South Nyack
Village of Greenwood Lake	Village of Spring Valley
Village of Harriman	Village of Suffern
Village of Haverstraw	Village of Unionville
Village of Highland Falls	Village of Upper Nyack
Village of Hillburn	Village of Warwick
Village of Kaser	Village of Washingtonville
Village of Kiryas Joel	Village of Wesley Hills
Village of Monroe	Village of West Haverstraw
Village of Montebello	Village of Wurtsboro
Village of New Hempstead	

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