

BEFORE THE  
STATE OF NEW YORK  
PUBLIC SERVICE COMMISSION

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In the Matter of  
Orange and Rockland Utilities, Inc.

Cases 24-E-0060 & 24-G-0061

May 2024

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Prepared Exhibits of:

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## List of Exhibits

<u>Exhibit</u>	<u>Description</u>	<u>PDF Page</u>
Exhibit___ (DSG-1)	GDP-PI Inflation Calculation	3
Exhibit___ (DSG-2)	Relationship of Health Care Costs to the GDP-PI	4

PERIOD	GDP-PI Inflation
HTY-RY1 (TME 9/23 to TME 12/25)	5.231%
RY2 (TME 12/26)	2.200%
RY3 (TME 12/27)	2.200%

HTY to RY 1			
Base Year - 12 Months Ending 9/2023			
Quarter	Weight	GDP Price Index	
2022.4	3	120.09	
2023.1	3	121.26	
2023.2	3	121.77	
2023.3	3	122.76	
Weighted Average		121.471	
Forecast Year - 12 Months Ending 12/2025			
Quarter	Weight	GDP Price Index	
2025.1	3	126.80	
2025.2	3	127.50	
2025.3	3	128.20	
2025.4	3	128.80	
Weighted Average		127.825	
<b>5.231%</b>			

RY 2			
Base Year - 12 Months Ending 12/2025			
Quarter	Weight	GDP Price Index	
2025.1	3	126.80	
2025.2	3	127.50	
2025.3	3	128.20	
2025.4	3	128.80	
Weighted Average		127.825	
Forecast Year - 12 Months Ending 12/2026			
Quarter	Weight	GDP Price Index	
2026.1	3	129.59	
2026.2	3	130.31	
2026.3	3	131.02	
2026.4	3	131.63	
Weighted Average		130.637	
<b>2.200%</b>			

RY 3			
Base Year - 12 Months Ending 12/2026			
Quarter	Weight	GDP Price Index	
2026.1	3	129.59	
2026.2	3	130.31	
2026.3	3	131.02	
2026.4	3	131.63	
Weighted Average		130.637	
Forecast Year - 12 Months Ending 12/2027			
Quarter	Weight	GDP Price Index	
2027.1	3	132.44	
2027.2	3	133.17	
2027.3	3	133.90	
2027.4	3	134.53	
Weighted Average		133.512	
<b>2.200%</b>			

## GDP-PI Inflation & Health Care Satellite Account

The Bureau of Economic Analysis (BEA) produces the Gross Domestic Product Price Index (GDP-PI), which measures changes in prices paid for goods and services produced in the United States. The BEA has also created supplemental accounts that expand the analytical capacity of the main system of accounts by focusing on a particular aspect of economic activity. Satellite accounts are linked to the main accounts but have greater flexibility in providing more detailed information or in using alternative definitions, concepts, and accounting conventions. The Health Care satellite account, <https://www.bea.gov/data/special-topics/health-care>, and the Digital Services satellite account, <https://www.bea.gov/data/special-topics/digitaleconomy>, provide information on changes in a subset of the Company's cost.

A comparison of the GDP-PI with the health care and digital services price indexes, illustrates how the costs of some components of the overall economy inflation increase at a greater pace than the GDP-PI, whereas the costs of other components of the GDP-PI increase far slower than the GDP-PI, or even decrease.

<b>Price Index (2012=100)</b>			
<b>Year</b>	<b>GDP-PI*</b>	<b>MEPS**</b>	<b>Digital***</b>
<b>2005</b>	87.43	87.55	111.60
<b>2006</b>	90.17	90.30	108.10
<b>2007</b>	92.65	92.68	105.00
<b>2008</b>	94.42	94.22	102.70
<b>2009</b>	95.02	94.95	102.80
<b>2010</b>	96.16	96.26	100.40
<b>2011</b>	98.16	98.21	100.20
<b>2012</b>	100.00	100.00	100.00
<b>2013</b>	101.77	101.77	99.70
<b>2014</b>	103.67	103.85	98.90
<b>2015</b>	105.78	106.33	97.30
<b>2016</b>	106.21	107.60	95.00
<b>2017</b>	108.28	109.98	93.10
<b>2018</b>	111.13	113.87	92.60
<b>2019</b>	113.57	117.62	93.80
<b>2020</b>	115.04	119.41	94.40

\*<https://www.bea.gov/system/files/2023-02/2020-MEPS-Account-Release-Table.xlsx>  
[Tab:GDP & PCE Comparisons MEPS, Row 10]

\*\* <https://www.bea.gov/system/files/2023-02/2020-MEPS-Account-Release-Table.xlsx>  
[Tab:GDP & PCE Comparisons MEPS, Row 11]

\*\*\*[https://www.bea.gov/system/files/2022-11/DigitalEconomy\\_2005-2021.xlsx](https://www.bea.gov/system/files/2022-11/DigitalEconomy_2005-2021.xlsx)  
[Tab:Table 3, Row 7]