

PSC NO: 9 GAS

STATEMENT TYPE: MFC

CONSOLIDATED EDISON COMPANY OF NEW YORK, INC.

STATEMENT NO: 1

INITIAL EFFECTIVE DATE: 10/01/2007

**STATEMENT OF MERCHANT FUNCTION CHARGE**

Applicable to the Billing Under Service Classification Nos 1, 2, 3 and 13 of the Schedule for Gas Service

Note: All Charges are shown in cents per therm

| Service Classifications           | Supply Related Charges | Credit and Collections Related | Uncollectibles Associated with GCF | Gas In Storage Working Capital | Total Merchant Function Charges |
|-----------------------------------|------------------------|--------------------------------|------------------------------------|--------------------------------|---------------------------------|
| SC1                               | 1.1651                 | 1.8948                         | 0.7686                             | 0.8450                         | 4.6735                          |
| SC2NH                             | 0.6628                 | 0.6232                         | 0.3156                             | 0.8450                         | 2.4466                          |
| SC2H (All Usage Except AC Therms) | 0.6628                 | 0.6232                         | 0.3308                             | 0.8450                         | 2.4618                          |
| SC2H (AC Therms Usage Only)       | 0.6628                 | 0.6232                         | 0.3156                             | 0.8450                         | 2.4466                          |
| SC3 (All Usage Except AC Therms)  | 1.1651                 | 1.8948                         | 0.7686                             | 0.8450                         | 4.6735                          |
| SC3 (AC Therms Usage Only)        | 1.1651                 | 1.8948                         | 0.3156                             | 0.8450                         | 4.2205                          |
| SC13                              | 0.6628                 | 0.6232                         | 0.3156                             | 0.8450                         | 2.4466                          |

Issued by: Christine Colletti, Director, Rate Engineering Department  
Consolidated Edison Company of New York, Inc., New York, New York