

PSC NO: 10 – Electricity
Consolidated Edison Company of New York, Inc.
Initial Effective Date: 11/01/2011

Leaf: 360
Revision: 0
Superseding Revision:

GENERAL RULES

28. Transition Adjustment for Competitive Services

Applicability

A Transition Adjustment will be determined for Customers served under this Rate Schedule, except for Customers served under SC 11, SC 15, and load served under Rider Q.

Components of the Transition Adjustment

The Transition Adjustment will be the sum of the following components, based on the 12 months ending March 31:

- (a) the difference between the targeted level of revenues from competitive supply-related charges and competitive credit and collection-related charges (including purchased power working capital) reflected in the Merchant Function Charge (“MFC”) and billed revenues from the competitive supply-related and competitive credit and collection-related components of the MFC;
- (b) the Company’s lost revenues attributable to the Billing and Payment Processing (“BPP”) Charge. The lost revenues attributable to the BPP will be equal to the total BPP charges that are avoided by Customers (as detailed in General Rule 26.3) less charges paid by ESCOs for Company-issued Consolidated Bills less costs avoided by the Company when ESCOs issue Consolidated Bills;
- (c) the Company’s lost revenues attributable to Metering Services. The lost revenues attributable to Metering Services will be equal to the total Metering Services charges (i.e., the total of meter ownership charges, meter service provider charges, and meter data service provider charges) that are avoided by Customers who take Metering Services competitively less the costs that are avoided by the Company when Metering Services are taken competitively; and
- (d) the difference between the targeted level of credit and collection costs reflected in the discount rate applicable to ESCOs under the Purchase of Receivables (“POR”) program and revenues from the credit and collection-related component reflected in the discount rate under the POR program.

As directed by the Public Service Commission in its Order, issued and effective April 24, 2009, in Case 08-E-0539, the Transition Adjustment in effect for the 12-month period commencing April 2010 will also collect shortfalls in the targeted level of revenues for items (a) and (d) above and revenue shortfalls for Metering Charges that result from extension of the Case 08-E-0539 suspension period, plus interest at the Company’s pre-tax rate of return.

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