

**PSC NO: 9 GAS**

LEAF: 155

**COMPANY: CONSOLIDATED EDISON COMPANY OF NEW YORK, INC.**

REVISION: 14

INITIAL EFFECTIVE DATE: 10/01/10

SUPERSEDING REVISION: 12

STAMPS: Issued in Compliance with Order in Case 09-G-0795 dated September 22, 2010

**GENERAL INFORMATION – Continued****VII. Gas Cost Factor and Monthly Rate Adjustment**

(A) Gas Cost Factor (GCF): The rates for gas service under SC Nos. 1, 2, 3 and 13 shall be increased each month by a Gas Cost Factor to reflect the Average Cost of Gas for the month, as adjusted by the following:

- (1) Annual Surcharge or Refund Adjustment;
- (2) Gas Supplier Take-or-Pay Charges;
- (3) Pipeline Transition Costs;
- (4) Gas Supplier Refunds (except as provided in (A) (5) below);

(B) A Monthly Rate Adjustment (MRA) to reflect the following:

- (1) Non-Firm Revenue Credit;
- (2) Other Monthly Rate Adjustment Components;
  - (i) Gas Facility Costs Credit Provision;
  - (ii) Transition Surcharge for Capacity Costs;
  - (iii) Research & Development Surcharge;
  - (iv) Load Following Charge;
  - (v) Transition Adjustment for Competitive Services;
  - (vi) Low Income Reconciliation Adjustment;
  - (vii) Uncollectibles Charge Related to Monthly Rate Adjustment;
  - (viii) Gas in Storage Working Capital Charge;
  - (ix) Oil to Gas Conversion Program Surcharge;
  - (x) Curtailment Cost Recovery Charge; and
  - (xi) Other Non-Recurring Adjustments

(C) A Weather Normalization Adjustment.

The Gas Cost Factor and Monthly Rate Adjustment shall be expressed to the nearest 0.0001 of one cent.

**(A) Gas Cost Factor Components****1. Average Cost of Gas**

Pursuant to the Settlement Agreement adopted by the Commission in its Order Authorizing Merger, issued and effective April 2, 1999, gas is purchased under a common supply arrangement for both Consolidated Edison Company and Orange and Rockland Utilities ("Companies"). The arrangement is administered by a single corporate department or entity for the benefit of the Companies, which purchase gas and services for the Companies in a manner that minimizes their total cost. The Company's monthly Average Cost of Gas applicable to the rates under SC Nos. 1, 2, 3 and 13 shall be based upon the Company's apportioned share of fixed and variable costs and shall be computed as follows:

(General Information - Continued on Leaf No. 155.1)

Issued By: Robert N. Hoglund, Senior Vice President & Chief Financial Officer, 4 Irving Place, New York, NY 10003

(Name of Officer, Title, Address)