

PSC NO: 9 GAS
COMPANY: CONSOLIDATED EDISON COMPANY OF NEW YORK, INC.
INITIAL EFFECTIVE DATE: 12/02/06
STAMPS:

LEAF: 177
REVISION: 3
SUPERSEDING REVISION: 2

GENERAL INFORMATION - Continued

IX. Special Adjustments - Continued

5. Research and Development Surcharge Applicable to Firm Customers

In accordance with the Public Service Commission Order issued February 14, 2000 in Case 99-G-1369, all Firm Sales and Firm Transportation Customers will be subject to a research and development ("R&D") surcharge to provide funding for R&D projects.

6. Gas Energy Efficiency Surcharge

In accordance with the Public Service Commission Order issued September 27, 2004, approving the Joint Proposal ("Joint Proposal") dated May 28, 2004 in Case Nos. 03-G-1671 and 03-S-1672, all Firm Sales and Firm Transportation Customers will be subject to a gas energy efficiency surcharge commencing October 1, 2004. The gas energy efficiency surcharge shall fund gas energy efficiency programs ("the Efficiency Program") in the Company's service territory and a gas energy efficiency study ("the Study"). The funding level, scope, administration, and implementation of the Efficiency Program and the Study will be in accordance with the Proposal.

Commencing with the Rate Year beginning October 1, 2007, any unrecovered costs associated with the Efficiency Program will continue to be recovered through the Monthly Rate Adjustments.

(General Information - Continued on Leaf No. 178)

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

(Name of Officer, Title, Address)