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

LEAF: 179 REVISION: 3 SUPERSEDING REVISION: 2

GENERAL INFORMATION - Continued

IX. Special Adjustments - Continued

9. Billing and Payment Processing (BPP)

Billing and Payment Processing consists of the cost to print, process and mail a bill. The Billing and Payment Processing charge and will be either \$0.94 per bill for a single service gas Customer or \$0.47 per bill or no charge for a dual service gas Customer i.e., a Customer who takes both electric and firm gas service from the Company (See table on leaf No. 180 to determine applicability of the charge). Customers taking service under SC 9, and receiving either a utility consolidated bill or a marketer consolidated bill, are not subject to the BPP. The BPP charge will not be prorated for bills that are greater or less than 30 days duration.

10. Low Income Reconciliation Adjustment

In accordance with the Joint Proposal, all Firm Sales and Firm Transportation Customers will be subject to a low income reconciliation adjustment for the twelve-month period commencing October 1, 2007, for any difference remaining between \$4.8 million and the aggregate level of low income reductions provided over the three prior Rate Years ending September 30, 2007. The adjustment shall be credited or surcharged to SC 1, 2, 3 and 13 firm customers and corresponding SC 9 firm transportation customers, including low income customers, as an adjustment to the MRA. The Company will continue to reconcile the low income reduction against \$1.6 million included in rates for the rate year beginning October 1, 2007and will credit or surcharge to SC1, 2, 3 and 13 Firm Sales and corresponding SC9 Firm Transportation customers, including low income customers, as an adjustment to the MRA in the following year.

11. Competitive Retail Choice Credit Surcharge

In accordance with the Joint Proposal, as described in Section IX. 6, of the General Information section of this rate schedule. above, all Firm Sales and Firm Transportation Customers will be subject to a surcharge to recover Competitive Retail Choice Credits ("CRCC"), Consolidated Billing Credits and migration incentives that were not fully recovered through the CRCC funding sources as described in SC 9. The Company will recover such deficient amounts through the Monthly Rate Adjustment ("MRA") set forth in General Information Section VII (B) over a period not to exceed twelve months, effective the second succeeding month from the month in which the deficiency occurred. The Company will continue to recover any unrecovered revenues associated with the CRCC and Consolidated Billing Credits as of October 1, 2007 through funding sources or through the MRA, as described above.

(General Information - Continued on Leaf No. 180)

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

(Name of Officer, Title, Address)