

PSC NO: 9 GAS**LEAF: 303.2****COMPANY: CONSOLIDATED EDISON COMPANY OF NEW YORK, INC.****REVISION: 4****INITIAL EFFECTIVE DATE: 12/02/06****SUPERSEDING REVISION: 3****STAMPS:****SERVICE CLASSIFICATION No. 9 - Continued****TRANSPORTATION SERVICE - Continued****Rates - Continued****(J) Other Rates, Charges and Adjustments - Continued****(9) Gas Migration Incentives**

For the period beginning with October 1, 2007, the Company shall be reimbursed for a gas Migration incentive applicable to the Company's retail access program by reducing the following credits or revenues otherwise due the customers:

- (1) interstate pipeline refunds received by the Company before and after September 30, 2007 that were not used to provide funding for the Migration incentive and other funded items
- (2) charges collected from customers for their failure to comply with the terms and conditions of the Company's interruptible, off-peak firm and power generation services received before and after September 30, 2007 that were not used to provide funding for the Migration incentives and other funded items

For each Rate Year commencing October 1, 2007, if the credits or revenues outlined above are not sufficient to fully fund the migration incentive, any such amounts will be recovered through the Monthly Rate Adjustments applicable to Firm Sales and Firm Transportation Customers.

(10) Competitive Retail Choice Credit (CRCC) Balances

Any unrecovered balances associated with the CRCC or with the consolidated billing credits as of September 30, 2007 will be recovered first from the funding sources in (9) above and then through MRAs associated with Firm Sales and Firm Transportation customers.

(Service Classification No. 9 - Continued on Leaf No. 304)

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

(Name of Officer, Title, Address)