

PSC NO: 9 GAS

LEAF: 157.1

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

REVISION: 1

INITIAL EFFECTIVE DATE: 10/01/07

SUPERSEDING REVISION: 0

STAMPS: Issued in Compliance with Order in Case 06-G-1332 dated September 25, 2007

**GENERAL INFORMATION – Continued****VII. Gas Cost Factor and Monthly Rate Adjustment - Continued****(A) Gas Cost Factor Components - Continued****1. Average Cost of Gas - Continued****(c) Total Average Costs of Gas**

The total average costs of gas are the sum of the unit amounts determined in (a) and (b) above multiplied by a factor of adjustment to reflect distribution line losses, as further discussed in (d) below.

**(d) Factor of Adjustment**

For the twelve months ended September 30, 2008, (Rate Year 1), September 30, 2009 (Rate Year 2) and September 30, 2010 (Rate Year 3), the factor of adjustment ratios will be calculated based upon the three-year average of actual line losses for the thirty-six months ended August 31, 2007, August 31, 2008 and August 31, 2009, respectively, with the following exceptions:

- (i) If the calculated three-year average of actual line losses does not vary by more than +/- 5% from the prior line loss factor (The twelve month ended September 30, 2007 for Rate Year 1) the factor of adjustment ratio for the succeeding Rate Year will not change.
- (ii) If the Company believes that the actual line loss percentage calculated for any Rate Year is anomalous or the result of an error, the Company may petition the PSC to exclude that year's percentage from the three- year average and to substitute the percentage from the next most recent Rate Year not included in the original calculation.
- (iii) Unless and until rates are reset the provisions of (i) and (ii) above will continue in future Rate Years.

**(General Information - Continued on Leaf No. 158)****Issued By: Robert N. Hoglund , Senior Vice President & Chief Financial Officer, 4 Irving Place, New York, N. Y. 10003**

(Name of Officer, Title, Address)