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COMPANY: CONSOLIDATED EDISON COMPANY OF NEW YORK, INC. REVISION: 2
INITIAL EFFECTIVE DATE: 05/01/02 SUPERSEDING REVISION: 1
STAMPS: Issued in compliance with order in C. 00-G-1456 et al dated April 22,
RECEIVED: 04/30/02 STATUS: Effective EFFECTIVE: 05/01/02

GENERAL INFORMATION - Continued

VII. Gas Cost Factor and Monthly Rate Adjustment - Continued

(A) Gas Cost Factor Components - Continued

6. Gas Supplier Refunds:

If the Company receives refunds of excess charges paid to the supplier or suppliers prior to gas being purchased under a common supply arrangement, such refunds will be credited to the Company's firm gas customers, except that, pursuant to the Commission's Order dated April 22, 2002, in Case Nos. 00-G-1456 and 97-G-1380, any supplier refunds received during the period October 1, 2001 through September 30, 2004 will be deferred and applied to fund the Competitive Retail Choice Credit in Rate Provision J.7 of SC No. 9.

If a refund is received pertaining to the period where gas is purchased under a common supply arrangement, such refund will be allocated between the Companies in proportion to their respective monthly firm sales sendout quantities covering the period of the refund.

Firm transportation customers who take an assignment of Con Edison's upstream capacity assets shall receive the portion of any refunds associated with those upstream capacity assets as a credit to the Monthly Rate Adjustment applicable to SC No. 9.

The refund credits shall be computed as follows:

The Company shall commence crediting its Firm Gas Sales Customers, and its Firm Transportation Customers who take an assignment of Con Edison's upstream capacity, within six months of the date of receipt of each refund by a credit to the Gas Cost Factor applicable to SC Nos. 1, 2, 3 and 13 and to the Monthly Rate Adjustment applicable to SC No. 9 over a 12-month period. Any refunds received by the Company from its suppliers may be combined for purposes of computing the refund credit.

(General Information - Continued on Leaf No. 163.0)

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