..DID: 12001 ..TXT: PSC NO: 9 GAS LEAF: 162 COMPANY: CONSOLIDATED EDISON COMPANY OF NEW YORK, INC. REVISION: 1 INITIAL EFFECTIVE DATE: 08/01/00 SUPERSEDING REVISION: 0 STAMPS: Cancelled by 2 Rev. Leaf No. 162 Effective 05/01/2002 RECEIVED: 05/15/00 STATUS: Cancelled EFFECTIVE: 08/01/00

GENERAL INFORMATION - Continued

VII. Gas Adjustment Clause - Continued

4. Adjustments to the Gas Adjustments - Continued

(C) Adjustment to Recover Pipeline Transition Costs:

Gas pipeline transition costs will be recovered from Customers as follows:

- (1) all costs related to unrecovered gas costs (Account 191) will be recovered from the Company's Firm Sales Customers, including Customers who convert from Firm Sales to Transportation;
- (2) all costs related to pipeline stranded investment will be recovered from Firm Sales Customers, all Transportation Customers and Electric and Steam Customers. Gas Transportation Customers who convert from Firm Sales Service to Firm Transportation Service will be charged the same per unit charge assigned to Firm Sales Customers. All other Transportation Customers will be charged 50% of the per unit charge assigned to Firm Sales Customers; and
- (3) costs related to gas supply realignment will be recovered in the same manner as set forth above in subparagraph (2) above for stranded investment cost.

(General Information - Continued on Leaf No. 163.0)

Issued By: Joan S. Freilich, Executive Vice President & Chief Financial Officer, 4 Irving Place, New York, N. Y. 10003 (Name of Officer, Title, Address)