Received: 01/31/2017 Status: CANCELLED Effective Date: 02/01/2017

PSC NO: 10 – Electricity

Consolidated Edison Company of New York, Inc.

Initial Effective Date: 02/01/2017

Leaf: 165

Revision: 1

Superseding Revision: 0

Issued in compliance with Order in Cases 16-E-0060 and 16-E-0196 dated 1/25/2017

GENERAL RULES

20. Standby Service - Continued

20.4 Billing under Standby Service Rates - Continued

20.4.3 -Continued

(A) Where the Company Establishes the Contract Demand

The Company will determine, and may thereafter re-determine, the Customer's Contract Demand if one is not established by the Customer. Upon receipt of the determination of Contract Demand from the Company, a Customer may elect to establish its own Contract Demand, subject to the surcharge and other provisions established above. Where the Customer accepts a Company-set Contract Demand, no penalties will apply if that Contract Demand is exceeded.

The Company will establish Contract Demand in accordance with the following principles:

(1) If the Customer received service from the Company under firm service rates for the past 24 months and receives output from newly installed generation, the Contract Demand shall be the Customer's monthly maximum demand during the most recent 24 months, subject to reasonable adjustments: (a) upward, for the effect of abnormally cool summer or warm winter weather on the customer's temperature-sensitive load at the time the highest demand was registered, and (b) upward, to reflect the diversified demand imposed on the Company's delivery system by equipment on the Customer's premises that was not operating, but could have been operating, when the highest demand was registered, and (c) upward or downward, for permanent changes to the electrical load at the Customer's premises through changes in equipment subsequent to registration of the highest demand. Such adjustments will be reasonably determined through the Company's engineering analyses and information supplied by the Customer at the Company's request.

Issued by: Robert Hoglund, Senior Vice President & Chief Financial Officer, New York, NY