

Consolidated Edison Company of New York, Inc 4 Irving Place New York NY 10003-0987

February 23, 2018

Honorable Kathleen H. Burgess Secretary NYS Public Service Commission Empire State Plaza Agency Building 3 Albany, New York 12223-1350

Re: Statement of Delivery Revenue Surcharge Issued Pursuant to Case 16-G-0061 (Gas Rate Case for Rate Years 2017-2019)

Dear Secretary Burgess:

Consolidated Edison Company of New York, Inc. (the "Company") is filing Statement of Delivery Revenue Surcharge ("SDR") No. 12 applicable to billings under the Company's Schedule for Gas Service, P.S.C. No. 9 – Gas ("Gas Tariff"), applicable to its customers in the City of New York and the County of Westchester:

SDR – Statement No. 12 to P.S.C. No. 9 - Gas

The SDR is being issued on February 23, 2018 to become effective on March 1, 2018.

Background

In its <u>Order Approving Electric and Gas Rate Plans in Accord With Joint Proposal</u>, issued and effective January 25, 2017, in Case 16-G-0061 (the "January 2017 Order"), the Commission approved a three-year gas rate plan for the 12-month rate years ending December 31, 2017, December 31, 2018 and December 31, 2019. The January 2017 Order directed the Company to recover shortfalls and refund over-collections, with interest, that resulted from the Commission's extension of the suspension period in that case. This was implemented through a "make-whole" provision over the 10 months commencing February 1, 2017¹. On January 31, 2017, the Company filed changes to its Gas Tariff², effective February 1, 2017, specifying that Pure Base Revenue differences plus interest would be collected/refunded through the SDR applicable under the Gas Tariff. The Gas Tariff also indicates that the differences between the amounts required to be collected through the SDR and the actual amounts collected would be charged or credited to customers through the SDR over a reasonable period of time after December 31, 2017, with the exception of the shortfalls related to SC 1 customers, which would be reconciled prior to January 1, 2018.

² As specified on leaf 183.2, General Information IX. 20. of the Gas Tariff.

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¹ As specified on pages 13 and 14 of the January 2017 Order.

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Current Filing

Filed herewith is the Statement of Delivery Revenue Surcharge – SDR Statement No. 12 to the Gas Tariff, containing charges/credits applicable to billings under Firm Service Classifications 1, 2, 3, and 9 of the Gas Tariff. Such charges/credits are designed to reflect the refund of a net over-collection of \$1.5 Million related to the Delivery Revenue Surcharge that ended December 31, 2017. SDR Statement No. 12 to the Gas Tariff is effective March 1, 2018 and will apply to all gas service supplied from March 1, 2018 through March 31, 2018.

Pursuant to the Gas Tariff, the SDR is filed with the Commission no less than three days before its effective date.

Any questions regarding this filing can be directed to Margaret Lenz at 212-460-2217.

Very truly yours,

/s/ William A. Atzl, Jr.
Director
Rate Engineering Department

Attachment

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³ The rate for SC 1 is zero since the shortfalls related to SC 1 were reconciled prior to January 1, 2018, in accordance with the Gas Tariff.