

Consolidated Edison Company of New York, Inc. 4 Irving Place New York NY 10003 www.conEd.com

May 29, 2013

Hon. Jeffrey C. Cohen Acting Secretary New York State Public Service Commission Three Empire State Plaza Albany, NY 12223-1350

## Re: Statement of Revenue Decoupling Mechanism Adjustment No. 13

Dear Acting Secretary Cohen:

Consolidated Edison Company of New York, Inc. ("Con Edison" or "the Company") is filing today with the New York State Public Service Commission (the "Commission") Statement of Revenue Decoupling Mechanism Adjustment No. 13, effective June 1, 2013 ("Statement 13").

Statement of Revenue Decoupling Mechanism Adjustment No. 13 for Service Classification Nos. 2, 3 and 9 Effective June 1, 2013

## **Explanation of Filing**

Appendix I to the Joint Proposal adopted by the Gas Rates Order in Case 09-G-0795 (the "Joint Proposal"),<sup>1</sup> provides that if, during any Rate Year, the Company projects a large over- or under-collection for the Rate Year, the Company may implement interim surcharges or refunds by customer group, subject to further reconciliation at the end of the Rate Year.

Based on the RY3 over-collection experienced to date (October 2012 through April 2013) of \$15.0 million, the Company is implementing an interim surcharge. The \$15.0 million over-collection consists of a delivery revenue shortfall of \$0.7 million for the SC 2 Non-heating ("SC 2 NH") group, and excess delivery revenues of \$3.5 million for the SC 2 Heating ("SC 2 H") group, \$2.4 million for the SC 3 1-4 dwelling units ("SC 3 1-4") group, and \$9.8 million for the SC 3 greater than 4 dwelling units ("SC 3 >4") group. As

<sup>&</sup>lt;sup>1</sup> Case 09-G-0795, et al., *Proceeding on Motion of the Commission as to the Rates, Charges, Rules and Regulations of Consolidated Edison Company of New York, Inc. for Gas Service, Order Establishing Three-Year Steam and Gas Rate Plans and Determining East River Repowering Project Cost Allocation Methodology*, (Issued and Effective September 22, 2010).

Honorable Jeffrey C. Cohen May 29, 2013 Page 2

a result, the Company is implementing an interim surcharge of  $0.3970^{\circ}$  per therm for SC 2 NH customers, and interim credits of  $1.1441^{\circ}$  per therm,  $0.7564^{\circ}$  per therm, and  $2.9048^{\circ}$  per therm for the SC 2 H, SC 3 1-4, and SC 3 > 4 groups, respectively, including Rider G customers in the SC 2 groups and Low Income customers in the SC 3 groups. These interim adjustments are designed to be in effect from June 1, 2013 through May 31, 2014, except that, as provided for in the Joint Proposal and as previously stated, the interim refunds and surcharges will be subject to further reconciliation at the end of Rate Year 3, when actual shortfalls and excesses are known. When added to the RDM adjustments currently in effect for Rate Year 3, the interim adjustments will result in a revised surcharge of  $1.4044^{\circ}$  per therm for SC 2 NH, and revised credits of  $3.7591^{\circ}$  per therm for SC 2 H,  $1.3344^{\circ}$  per therm for SC 3 1-4, and  $8.6615^{\circ}$  per therm for SC 3 >4.

As shown on Statement 13, interim RDM adjustments have been established for each customer group as described above.

## Respectfully submitted,

## CONSOLIDATED EDISON COMPANY OF NEW YORK, INC.

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