

PSC NO: 12 – Electricity
Consolidated Edison Company of New York, Inc.
Initial Effective Date: 02/20/2012

Leaf: 21
Revision: 0
Superseding Revision:

PASNY DELIVERY SERVICE

Additional Delivery Charges and Adjustments - Continued

(D) Revenue Decoupling Mechanism (“RDM”) Adjustment

Pure Base Revenue under this Rate Schedule is subject to reconciliation through an RDM Adjustment.

(1) Mechanism

The Company will reconcile the difference between actual Pure Base Revenue and Allowed Pure Base Revenue under this Rate Schedule, as follows:

- (a) Every month, the Company will reconcile the difference between actual Pure Base Revenue and Allowed Pure Base Revenue under this Rate Schedule.

Except as provided below, every six months, the cumulative difference plus the adjustment for Low Income Program costs, as explained in section (4) below, will be charged or credited to PASNY, with interest (calculated at the Other Customer Capital Rate), over the six-month period that commences two months later. That is, the difference for the six-month period April through September will be collected/refunded over the six months commencing November, and the difference for the six-month period October through March will be collected/refunded over the six months commencing May.

If the cumulative actual difference between actual Pure Base Revenue and Allowed Pure Base Revenue equals or exceeds \$10 million under this Rate Schedule plus the Schedule for Electricity before the end of six months, the Company may initiate collection or refund of RDM amounts prior to the onset of a six-month RDM collection/refund period or adjust the amounts to be collected or refunded for the remaining months of an RDM collection/refund period.

- (b) The amount to be charged or credited monthly under this Rate Schedule will be determined by dividing the amount to be charged or credited over the RDM collection/refund period divided by the number of months in the collection/refund period. For example, if an amount is to be charged over a six-month period, one-sixth of the amount will be billed monthly.

(2) Statement

The monetary amount to be collected from or credited to PASNY under the RDM Adjustment will be shown on the Statement of Revenue Decoupling Mechanism Adjustment. The Company will file such Statement with the Public Service Commission no less than three days prior to the start of the period that the RDM Adjustment is to be in effect (and no less than three days prior to any change in the RDM Adjustment as set forth herein).

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