PSC NO: 4 - Steam Consolidated Edison Company of New York, Inc. Initial Effective Date: 10/17/2011 Leaf: 49.4 Revision: 0 Superseding Revision:

GENERAL INFORMATION - Continued

7. Service Classification Riders (Available on Request) - Continued

Rider F - Demand Response Pilot Programs - Continued

F. Payments Made During Each Pilot

(1) Advance Payment

Customers enrolled in the Winter Pilot Program will receive a one-time advance payment of \$2,000. Customers enrolled in the Summer Pilot Program will receive a one-time advance payment of \$1,000.

(2) Refund

If twice during the Winter Pilot Program or twice during the Summer Pilot Program, a Customer provides less than 2 Mlb/hour of Load Reduction during the hour of the Customer's maximum registered demand during the LRP, such Customer will be required to make prompt repayment to the Company of any advance payment that was made to such Customer. If, based on the Company's review of the Customer's detailed operating information and/or logs, the Company believes that the Customer had a legitimate reason for such nonperformance, the Company may, in its sole discretion, waive the application of this refund provision.

(3) Payment for Participation during LRPs

The Customer will receive payment for performance during each LRP, provided the Company can verify that the Customer provided no less than 2 Mlb/hour of Load Reduction during the hour of the maximum registered demand during the LRP.

For performance during an LRP, the payment is equal to \$40 per Mlb/hr of the actual Load Reduction provided during the hour of the maximum registered demand, but no more than the CLR, multiplied by five hours.

Payments will be posted as credits to the Customer's account.