PSC NO: 10 – Electricity Consolidated Edison Company of New York, Inc. Initial Effective Date: 07/23/2012 Leaf: 332 Revision: 1 Superseding Revision: 0

GENERAL RULES

25. Supply and Supply-related Charges and Adjustments - Continued

25.2 Adjustment Factors - MSC - Continued

25.2.1 Adjustment Factor - MSC I - Continued

The Adjustment Factor – MSC I will be applied on a cents per kilowatthour basis, taken to the nearest 0.0001 cent. The unit amounts of the Adjustment Factor – MSC I will be determined as follows:

The MSC Reconciliation amount per kWhr will be determined for Customers in the New York City NYISO zone by dividing the reconciliation amount determined for the New York City Zone by estimated zonal sales in kWhr in that zone, and for Customers in the combined Westchester NYISO zones by dividing the reconciliation amount determined for the combined Westchester NYISO zones by estimated zonal sales in kWhr in those zones.

The per kWhr component applicable to non-residential use of electricity under the Tax Reimbursement Recovery Provision will be determined by dividing the total amount to be recovered by estimated sales in kWhr for non-residential use of electricity.

The per kWhr component applicable under the Demand Response Program Cost Recovery Provision will be determined by dividing the total amount to be recovered by estimated total sales in kWhr.

The estimated sales used in the above calculations are estimated sales to Full Service Customers, excluding sales made under Rider M and Rider Q, during the period over which the adjustments are to be applied.

Separate Adjustment Factors – MSC I will be shown on the Statement of Adjustment Factors – MSC for residential and non-residential use in the New York City NYISO zone and for residential and nonresidential use in the combined Westchester NYISO zones. The Adjustment Factor – MSC I shown for residential use is applicable to: (a) all usage of Customers billed under SCs 1, 7, 8, and 12, or such lower usage if a Customer billed for high-tension service under SC 8 has certified a lower percentage of residential usage on a New York State Department of Taxation and Finance Form TP-385; and (b) the percentage of residential usage certified on a Form TP-385 for Customers billed under other SCs. Customers who submit a properly completed Form TP-385 to the Company will be billed in future billing periods for the percentage of residential usage certified on the Form TP-385. The Adjustment Factor – MSC I shown for nonresidential use is applicable to all other usage.

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