

PSC NO: 9 GAS

LEAF: 177

COMPANY: **CONSOLIDATED EDISON COMPANY OF NEW YORK, INC.**

REVISION: 7

INITIAL EFFECTIVE DATE: 01/01/10

SUPERSEDING REVISION: 5

STAMPS: Issued in Compliance with Order in Case 07-M-0548 and Case 09-G-0363 dated October 23, 2009

GENERAL INFORMATION - Continued**IX. Special Adjustments - Continued****5. Research and Development Surcharge Applicable to Firm Customers**

In accordance with the Public Service Commission Order issued February 14, 2000 in Case 99-G-1369, all Firm Sales and Firm Transportation Customers will be subject to a research and development ("R&D") surcharge to provide funding for R&D projects.

6. Gas Energy Efficiency Surcharge and Gas Energy Efficiency Adjustment.

In accordance with the Public Service Commission Order issued and effective September 25, 2007, in Case 06-G-1332 "Adopting In Part The Terms And Conditions Of The Parties' Joint Proposal" ("Joint Proposal"), all Firm Sales and Firm Transportation Customers are subject to a Gas Energy Efficiency Surcharge commencing October 1, 2007. The Gas Energy Efficiency Surcharge for the period October 1, 2007 through September 30, 2008, funds NYSERDA administered gas energy efficiency programs ("the Efficiency Program") in the Company's service territory and a gas energy efficiency study ("the Study"). By Order issued on September 18, 2008 "Order Continuing Gas Energy Efficiency Programs," (the "September 2008 Order") the Public Service Commission extended the Efficiency Program to September 30, 2009. The Gas Energy Efficiency Surcharge for the period October 1, 2008 through September 30, 2009, will continue to fund the Efficiency Program as well as the cost of enhanced measurement and verification activities. The funding level, scope, administration, implementation, and recovery of costs associated with the Gas Energy Efficiency Program, enhanced measurement and verification activities, and the Study will be in accordance with the Joint Proposal and the September 2008 Order.

Any under or over-recovery of costs associated with the Gas Energy Efficiency Program established by the Joint Proposal and the September 2008 Order including lost revenue, will continue to be surcharged or credited through a Gas Energy Efficiency Adjustment included in the Monthly Rate Adjustments.

(General Information - Continued on Leaf No. 178)

Issued By: Robert N. Hoglund, Senior Vice President & Chief Financial Officer, 4 Irving Place, New York, NY 10003

(Name of Officer, Title, Address)