

PSC NO: 9 GAS
COMPANY: **CONSOLIDATED EDISON COMPANY OF NEW YORK, INC.**
INITIAL EFFECTIVE DATE: 12/06/09
STAMPS:

LEAF: 157.1
REVISION: 2
SUPERSEDING REVISION: 1

GENERAL INFORMATION – Continued

VII. Gas Cost Factor and Monthly Rate Adjustment - Continued

(A) Gas Cost Factor Components - Continued

1. Average Cost of Gas - Continued

(c) Total Average Costs of Gas

The total average costs of gas are the sum of the unit amounts determined in (a) and (b) above multiplied by a factor of adjustment to reflect distribution line losses, as further discussed in (d) below.

(d) Factor of Adjustment

For each twelve-month period commencing October 1, the Factor of Adjustment will be calculated based upon the average of actual line losses for the five years ended the previous August 31, with the following exceptions:

- (i) If the calculated five-year average of actual line losses does not vary by more than +/- 5% from the line loss factor upon which the Factor of Adjustment is based ("allowed line loss percentage"), the Factor of Adjustment will not change for the succeeding twelve-month period commencing October 1.
- (ii) If the Company believes that the actual line loss percentage calculated for any twelve-month period ended August 31 included in the five-year average of actual line losses is anomalous or the result of an error, the Company may petition the Commission to exclude that period's percentage from the five-year average and to substitute the percentage from the next most recent twelve-month period ended August 31 not included in the original calculation.

(General Information - Continued on Leaf No. 158)

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

(Name of Officer, Title, Address)