

PSC NO: **9 GAS**

LEAF: 183

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

REVISION: 12

INITIAL EFFECTIVE DATE: 02/01/11

SUPERSEDING REVISION: 11

STAMPS: Issued in Compliance with Order in Case 10-M-0457 and Case 05-M-0090 dated December 30, 2010

**GENERAL INFORMATION - Continued****IX. Special Adjustments-Continued****16. System Benefits Charge ("SBC") - Continued**

Any over- or under-collections for each period will be reconciled and included in the subsequent annual period's SBC. The System Benefits Charge is applicable to all Firm Sales and Firm Transportation Customers. The applicable rate per therm will be set forth on the Statement of System Benefits Charge. The Statement of Systems Benefits Charge and any changes thereto will be filed with the Commission no less than three business days before its effective date.

**17. Temporary State Assessment Surcharge ("TSAS") Under Section 18-a of the Public Service Law**

To implement the changes to Section 18-a of the Public Service Law, signed into law on April 7, 2009, the Company will collect through a delivery service surcharge, called the Temporary State Assessment Surcharge ("TSAS"), the amount assessed to the Company, excluding gross receipts tax, in excess of the amount reflected in base rates. As directed in the Commission's Order, dated June 19, 2009, in Case 09-M-0311, the TSAS for each 12-month period commencing July will be designed to collect any Section 18-a assessment for the State fiscal year that commenced April of that year above the amount reflected in base rates, plus uncollectible expenses based on the amount reflected in base rates and working capital costs at the Company's pre-tax rate of return. To the extent the amount of the surcharge decreases in any year due to a fluctuation in annual intrastate gross operating revenues, the Company will maintain the prior year's surcharge to improve its cash flow position without increasing customers' bills.

Any difference between Section 18-a amounts to be recovered and actual amounts collected, excluding gross receipts taxes, will be reflected in a subsequent period surcharge; provided, however, that any reconciliation amount required to be collected after the last year that the surcharge is in effect, will be deferred, plus working capital costs, for collection from or refund to customers.

(General Information - Continued on Leaf No. 183.1)

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

(Name of Officer, Title, Address)