Received: 09/28/2007 Status: CANCELLED Effective Date: 10/01/2007

PSC NO: 9 GAS

COMPANY: CONSOLIDATED EDISON COMPANY OF NEW YORK, INC.

INITIAL EFFECTIVE DATE: 10/01/07

LEAF: 166

REVISION: 9

SUPERSEDING REVISION: 7

STAMPS: Issued in Compliance with Order in Case 06-G-1332 dated September 25, 2007

GENERAL INFORMATION - Continued

VII. Gas Cost Factor and Monthly Rate Adjustment - Continued

(B) Monthly Rate Adjustment Components - Continued

1. Non-Firm Revenue Credit - Continued

Allocation of Non-Firm Revenues

The Company shall retain 100 percent of Non-Firm Revenues in (a) through (d) above up to the first \$35 million for each "Rate Year" commencing October 1 with the first Rate Year beginning October 1, 2007.

Firm Sales and Firm Transportation Customers shall be allocated 80 percent of Non-Firm Revenues in (a) through (d) above in excess of \$35 million up to \$50 million, and 75 percent in excess of \$50 million for each "Rate Year" commencing October 1 with the first Rate Year beginning October 1, 2007.

provided, however, that: (1) Firm Customers' allocated share of Non-Firm Revenues will be reduced to provide for recovery of the booked cost of plant in service applicable to SC No. 12 (Rate 1) and SC 9 (Rates B and D) interruptible customers as of September 30, 2004 through a 5 year amortization ending September 30, 2009 pursuant to paragraph C of Appendix A of the Joint Proposal dated May 28, 2004, as approved by the Commission's Order dated September 27, 2004 in Case No. 03-G-1671 (2) Those interruptible customers who commenced their service on or before October 1, 2007, and whose facility costs have not been fully offset against these customers net base revenues as of September 30, 2007, will continue to have their net base revenue applied against those facility costs until such facility costs are completely offset. If Firm Customers' share of Non-Firm Revenues is not adequate to provide for recovery of items (1) and (2) above, the Company will defer any such deficient amount for future recovery. The Company shall retain the balance of the Non-Firm Revenues not allocated to Firm Customers. However, if Non-Firm Revenues in any rate year are less than \$35 million, the Company may defer for future recovery, with interest, the amount by which Non-Firm Revenues are less than \$35 million.

(General Information - Continued on Leaf No. 166.1)

Issued By: Robert N. Hoglund, Senior Vice President & Chief Financial Officer, 4 Irving Place, New York, N. Y. 10003
(Name of Officer, Title, Address)