

**PSC NO: 9 GAS**

LEAF: 155

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

REVISION: 12

INITIAL EFFECTIVE DATE: 10/01/08

SUPERSEDING REVISION: 11

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**

(A) Gas Cost Factor (GCF): The rates for gas service under SC Nos. 1, 2, 3 and 13 shall be increased each month by a Gas Cost Factor to reflect the Average Cost of Gas for the month, as adjusted by the following:

- (1) Annual Surcharge or Refund Adjustment
- (2) Gas Supplier Take-or-Pay Charges;
- (3) Pipeline Transition Costs;
- (4) Gas Supplier Refunds (except as provided in (A) (5) below);

(B) A Monthly Rate Adjustment (MRA) to reflect the following:

- (1) Non-Firm Revenue Credit;
- (2) Gas Facility Costs Credit;
- (3) Transition Surcharge for Capacity Costs;
- (4) R & D Surcharge;
- (5) Gas Energy Efficiency Surcharge;
- (6) Transition Adjustment for Competitive Services;
- (7) Low Income Reconciliation Adjustment;
- (8) Uncollectible Charges Related to MRA;
- (9) Gas in Storage Working Capital Charge
- (10) Oil to Gas Conversion Surcharge; and
- (11) Curtailment Cost Recovery Charge

(C) A Weather Normalization Adjustment.

The Gas Cost Factor and Monthly Rate Adjustment shall be expressed to the nearest 0.0001 of one cent.

**A) Gas Cost Factor Components****1. Average Costs of Gas**

Pursuant to the Settlement Agreement adopted by the Commission in its Order Authorizing Merger, issued and effective April 2, 1999, gas is purchased under a common supply arrangement for both Consolidated Edison Company and Orange and Rockland Utilities ("Companies"). The arrangement is administered by a single corporate department or entity for the benefit of the Companies, which purchase gas and services for the Companies in a manner that minimizes their total cost. The Company's monthly Average Cost of Gas applicable to the rates under SC Nos. 1, 2, 3 and 13 shall be based upon the Company's apportioned share of fixed and variable costs and shall be computed as follows:

(General Information - Continued on Leaf No. 155.1)

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

(Name of Officer, Title, Address)