

PSC NO: 4 - Steam

Leaf: 42

Consolidated Edison Company of New York, Inc.

Revision: 10

Initial Effective Date: 10/01/2018

Superseding Revision: 9

Issued in compliance with Order in Case 17-M-0815 dated 08/09/2018

**GENERAL INFORMATION – Continued****5. Other Charges and Adjustments****5.1 Tax Sur-credit**

Pursuant to the Public Service Commission's Order, dated August 9, 2018 in Case 17-M-0815, the Company will implement sur-credits related to the tax savings from the Tax Cuts and Jobs Act of 2017 ("Tax Sur-credit") commencing October 1, 2018. The following tax saving elements are included in the Company's steam Tax Sur-credit calculation: (1) the annual ongoing tax savings effective October 1, 2018, (2) an amortization of the January 1, 2018 through September 30, 2018 tax savings over a three-year period unless a cash flow or credit quality concern is demonstrated, and (3) an amortization of the protected and unprotected excess accumulated deferred federal income tax reserve balances over the life of the assets.

Any difference between the Tax Sur-credit amounts to be credited and actual amounts credited, excluding gross receipts taxes, will be reflected in a subsequent period sur-credit; provided, however, that any reconciliation amount required to be credited or collected after the last year that the surcharge is in effect, will be reconciled in the next rate case.

The Tax Sur-credits will be allocated to each steam Service Classification ("SC") based on the class contribution to the Company's steam Pure Base Revenue, and will be collected on a monthly basis per Mlb. The Tax Sur-credit applicable to an SC 5 Customer will be under such Customer's otherwise applicable SC.

The unit amount to be credited per SC will be shown on the Statement of Tax Sur-credit (the "Statement") that is filed with the Public Service Commission apart from this Rate Schedule. The Company will implement sur-credits for the 12-month period commencing October 1, 2018 to September 30, 2019. This will continue for each subsequent 12-month period effective October 1 until the net benefits of the Tax Sur-credit are fully reflected in rates in the next rate case. Unless otherwise directed by the Commission, any change to the unit amounts to be collected will be filed with the Commission on a revised Statement no less than five days prior to the Statement's effective date.

**5.2 [RESERVED FOR FUTURE USE]**