

**PSC NO: 9 GAS**

LEAF: 183.3

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

REVISION: 4

INITIAL EFFECTIVE DATE: 02/28/16

SUPERSEDING REVISION: 3

STAMPS:

**GENERAL INFORMATION - Continued****IX. Special Adjustments - Continued****22. Electric Contribution Adjustment**

Beginning January 1, 2017, customers receiving firm sales service under SC Nos. 1, 2, 3 and 13, and applicable Riders and Customers receiving firm transportation service under Rate A of SC No. 9 shall be eligible for a credit, included in the Monthly Rate Adjustment, to refund the electric Customers' contribution to fixed charges related to Con Edison's firm gas pipeline agreements that provide capacity to Con Edison's Citygate. The credit may be adjusted in any month if there are changes in the Company's applicable projected annualized fixed charges and/or changes in the projected annual volume for delivery to firm full service and firm transportation Customers. Any over- or under-collections, including interest at the Commission's Other Customer Capital Rate, for each twelve-month period commencing November 1 will be reconciled and included in a subsequent Electric Contribution Adjustment.

**23. Reliability Surcharge Mechanism ("RSM")**

Beginning February 1, 2018, the MRA will recover the cumulative net plant carrying costs and associated O&M costs for any capital expenditures associated with main replacement above the levels established in the Company's base delivery rates and installed since base rates were last reset. Carrying costs, including associated O&M costs, will be recovered through the RSM over the twelve-month period beginning February immediately following the end of each Rate Year until the Company's base delivery rates are reset. Both the allowed revenue requirement associated with the cost of main replacement as well as the targeted mileage of main replacement must be exceeded on a cumulative basis for any costs to be recovered through the RSM.

Any over- or under-collections for each period, including interest at the Commission's Other Customer Capital Rate, will be reconciled and included in a subsequent RSM. The RSM is applicable to Firm Sales Customers taking service under SC Nos. 1, 2, 3 and 13, applicable Riders and equivalent firm transportation service under SC No. 9.

**(General Information - Continued on Leaf No. 183.4)****Issued By: Robert Hoglund, Senior Vice President & Chief Financial Officer, 4 Irving Place, New York, NY 10003**

(Name of Officer, Title, Address)