

PSC NO: 10 – Electricity	Leaf: 336
Consolidated Edison Company of New York, Inc.	Revision: 6
Initial Effective Date: 02/01/2017	Superseding Revision: 3
Issued in compliance with Order in Cases 16-E-0060 and 16-E-0196 dated 1/25/2017	

## GENERAL RULES

### 25. Supply and Supply-related Charges and Adjustments - Continued

#### 25.3 Merchant Function Charge - Continued

- (d) a charge for the Uncollectible-bill Expense associated with the MSC and Adjustment Factors – MSC charges. The Uncollectible-bill Expense will be determined each month for Customers subject to the MFC in SC 1 (the “Residential Class”) based on an estimate of costs recoverable through the MSC and Adjustment Factors – MSC charges for the Residential Class and an Uncollectible Bill Factor of 0.0109. For Customers subject to the MFC in other SCs (the “Other Classes”), the Uncollectible-bill Expense will be determined each month based on an estimate of costs recoverable through the MSC and Adjustment Factors – MSC charges for the Other Classes and an Uncollectible Bill Factor of 0.0041. The resulting Uncollectible-bill expenses for the Residential Class and Other Classes will then be adjusted to reflect a system Uncollectible Bill Factor of 0.0069. Any difference between the monthly Uncollectible-bill Expense as determined above and the Uncollectible-bill Expense determined for the Residential Class based on billed MSC and Adjustment Factors - MSC charges will be collected from or credited to the Residential Class through the Uncollectible-bill Expense determined for the Residential Class in a subsequent month. Any difference between the monthly Uncollectible-bill Expense as determined above and the Uncollectible-bill Expense determined for the Other Classes based on billed MSC and Adjustment Factors – MSC charges will be collected from or credited to the Other Classes through the Uncollectible-bill Expense determined for the Other Classes in a subsequent month. The Company will true-up its Uncollectible Bill Expense for the MSC and Adjustment Factors – MSC charges for the Residential Class and for Other Classes using the Uncollectible Bill Factor approved in Case 13-E-0030 for charges determined through December 31, 2016, and the Uncollectible Bill Factor approved in Case 16-E-0060 for charges determined thereafter.

At least once every 12 months, the Company will reconcile the Uncollectible-bill Expense required to be collected with the amounts billed, and any under-recovery or over-recovery will be passed through the Uncollectible-bill Expense applicable to both the Residential Class and the Other Classes, with interest, in a subsequent month. Interest will be calculated at the Other Customer Capital Rate.

Each component of the MFC will be charged on a cents per-kilowatthour basis, taken to the nearest 0.0001 cent. The Company will file a Statement of Merchant Function Charge (“Statement”), apart from this Rate Schedule, showing the MFC amount per kilowatthour in effect for the calendar month and the date on which the MFC was determined. Amounts will be separately shown for the following: (i) Customers billed under SC 1, (ii) Customers billed under SC 2, and (iii) Customers billed under SC 5, 6, 8, 9, 12, and 13. Unless otherwise directed by the Commission, the Company will file Statements no less than three days prior to MFC changes.

Issued by: Robert Hoglund, Senior Vice President & Chief Financial Officer, New York, NY