

PSC NO: 9 GAS

LEAF: 181.2

COMPANY: CONSOLIDATED EDISON COMPANY OF NEW YORK, INC.

REVISION: 4

INITIAL EFFECTIVE DATE: 03/01/14

SUPERSEDING REVISION: 2

STAMPS: Issued in Compliance with Order in Case 13-G-0031 dated February 21, 2014

GENERAL INFORMATION - Continued**IX. Special Adjustments - Continued****14. Revenue Decoupling Mechanism ("RDM") Adjustment - Continued**

Allowed Delivery Revenue is equal to the product of the average number of customers in the Rate Year and the Rate Year RPC target for each customer group subject to the RDM. For RDM purposes, one customer equals 360 days of service and is measured by the number of annual bills in a Rate Year where one bill equals 30 days of service. For Rate Years 1, 2 and 3 the RPC targets are:

	<u>RY1</u>	<u>RY2</u>	<u>RY3</u>
SC No. 2 – Rate 1	\$ 1,621.69	\$ 1,644.82	\$ 1,668.69
SC No. 2 – Rate 2	2,645.54	2,615.60	2,593.07
SC3 customers with 1-4 dwelling units	997.29	983.84	973.80
SC3 customers with more than 4 dwelling units	11,919.97	12,300.53	12,629.19

Any resulting RDM adjustment will be surcharged or refunded through separate per therm adjustments applicable to each customer group. Should the amount of any adjustment be less than 0.0001 cents per therm, the Company reserves the right to calculate the adjustment for a shorter time period or to defer the adjustment to a future period. Except as described below, the RDM Adjustment for each group will become effective in the second calendar month following the end of the Rate Year for which the RDM adjustment is calculated and will be recovered over an eleven month period. RDM adjustments by group will be shown on the Statement of Revenue Decoupling Mechanism Adjustment. The Company will file such Statement with the Public Service Commission no less than two working days prior to the start of each eleven month period that the RDM Adjustment is to be in effect (and no less than two working days prior to any change in the RDM Adjustment as set forth herein).

All refunds or surcharges billed to customers through the RDM adjustments shall be subject to reconciliation at the end of each reconciliation period.

The Company may implement an Interim RDM Adjustment whenever the Company determines that such an adjustment is necessary to avoid a large over- or under- collection, based on the Company's projection for that Rate Year of forthcoming RDM reconciliation balances. Any Interim RDM Adjustment will be determined based on a twelve month recovery period and resulting higher or lower revenues will be included in the annual RDM reconciliation.

An Interim RDM adjustment for the five-month period ending February 2014 will be collected over the nine months commencing April 2014.

(General Information - Continued on Leaf No. 182)

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

(Name of Officer, Title, Address)