PSC NO: 10 – Electricity Consolidated Edison Company of New York, Inc. Initial Effective Date: 05/01/2015 Leaf: 291 Revision: 6 Superseding Revision: 5

GENERAL RULES

24. Service Classification Riders (Available on Request) - Continued

RIDER U – DISTRIBUTION LOAD RELIEF PROGRAM – Continued

J. Reservation Payment Option - Continued

- 7. Performance Factor Continued
 - e. The Performance Factor for purposes of calculating the Reservation Payment and the Three-Year Incentive Payment for an ANR will be determined as follows:
 - (i) For an ANR enrolled in 2014, the Aggregator's monthly Performance Factor for the applicable network will be used until the month of the first Contingency Event, Immediate Event, or Test Event of the 2015 Capability Period, after which the individual ANR's monthly Performance Factor will be used;
 - (ii) For an ANR enrolled for the first time after 2014, the Aggregator's monthly Performance Factor for the applicable network will be used until the month of the first Contingency Event, Immediate Event, or Test Event, after which the individual's ANR's monthly Performance Factor will be used; and
 - (iii) The Performance Factor for an ANR in a network for which the Aggregator does not have a historical Performance is 1.00.
 - f. In calculating the Performance Factor for participants in the Three-Year Incentive Period that have requested a reduction in the pledged Load Relief after completing an energy efficiency project, pursuant to section J.10:
 - (i) The original pledged Load Relief will be used if an M&V report is not received by the Company by November 15 following the end of the Capability Period for which the load reduction was requested, or by any subsequent deadline as described in section J.10, that demonstrates kW savings during the Load Relief Period.
 - (ii) The reduced pledged Load Relief will be used if the M&V report demonstrates kW savings.
- 8. Application of Payments

Reservation Payments will be calculated on a monthly basis. Payments will be made by bill credit, check or wire transfer.

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