

Consolidated Edison Company of New York, Inc. 4 Irving Place New York NY 10003 www.conEd.com

September 7, 2018

Hon. Kathleen H. Burgess Secretary State of New York Public Service Commission 3 Empire State Plaza, 19th Floor Albany, N.Y. 12223

Re: Case No. 17-G-0606 – Tariff Amendments Associated with Gas Demand Response Pilot Program Budget and Cost Recovery

Dear Secretary Burgess:

Consolidated Edison Company of New York, Inc. (the "Company") is filing with the New York State Public Service Commission ("Commission") amendments to its Schedule for Gas Service, P.S.C. No. 9 – Gas ("Gas Tariff").

The revised Gas Tariff Leaves, which are identified below, are filed to become effective on October 1, 2018.

Leaf No.	Revision No.	Superseding No.
6	12	11
7	1	0
155	17	16
166.2	13	12
183.5	3	2
183.6	0	

The Commission's <u>Order Approving with Modification Gas Demand Response Pilot</u> (the "Order"), issued and effective August 9, 2018, directed the Company to file tariff modifications within 30 days of the issuance of the Order to "recover the costs of the Gas Demand Response Pilot as incurred through the Monthly Adjustment Mechanism, as discussed in the body of this Order."

The body of the Order directed the Company to "recover annual Gas DR Pilot costs as-incurred through the MRA, similar to how the costs of the Company's electric Rider T are recovered." The Company discussed the language in this Order with DPS Staff on August 29, 2018, to clarify the method of recovery for the Gas DR costs since, effective June 1, 2018, the electric Rider T costs are no longer recovered on an as incurred basis through the Monthly Adjustment Clause but rather on an annual forecast basis through the Dynamic Load Management Surcharge. DPS Staff clarified that the Gas DR Pilot costs are to be recovered on an as-incurred basis through the MRA.

Accordingly, the Company has added a new MRA component under General Information Section IX. Special Adjustments, of its Gas Tariff, for recovery of Gas DR Pilot costs on an asincurred basis.

As directed by Ordering Clause 7 of the Order, the Company is filing changes to the Gas Tariff to become effective on not less than three days' notice.

As directed by Ordering Clause 8 of the Order, the Commission has waived the requirements for newspaper publication.

Sincerely,

/s/ William A. Atzl, Jr.
Director
Rate Engineering