



Consolidated Edison Company
of New York, Inc.
4 Irving Place
New York NY 10003-0987

February 26, 2014

Honorable Kathleen H. Burgess
Secretary
NYS Public Service Commission
Empire State Plaza
Agency Building 3
Albany, New York 12223-1350

Re: Statement of Monthly Adjustment Clause

Dear Secretary Burgess:

Consolidated Edison Company of New York, Inc. ("Con Edison" or the "Company") is filing a revision to the Statement of Monthly Adjustment Clause ("MAC") to P.S.C. No. 10 – Electricity as follows:

MAC – Statement No. 26 to P.S.C. No. 10 – Electricity

This Statement has an effective date of March 1, 2014.

The Statement is issued pursuant to General Rule 26.1 of the Company's tariff. It contains per-kW charges and customer charges applicable to customers billed under standby rates and a per-kWh charge applicable to all other customers.

As directed by the Commission in its Order Approving Electric, Gas and Steam Rate Plans in Accord With Joint Proposal, issued and effective February 21, 2014, in Case 13-E-0030, Smart Grid project costs will be recovered through base delivery rates. Credits are being passed back to customers through the MAC over the ten months commencing March 2014 to refund the revenue requirement associated with Smart Grid units of project work included in base rates that were not placed in service by year-end 2013 plus incremental revenue collected through February 2014, as well as a reconciliation of prior-period adjustments with interest.

As further directed in the aforementioned order, the MAC will include PJM OATT rates and charges associated with the 1000 MW firm transmission service. The amounts recovered through the MAC will be equal to the total PJM OATT rates and charges less the PJM OATT rates and charges collected under the PASNY Rate Schedule based on the PASNY allocation.

The total PJM OATT rates and charges applicable to the period April, 1, 2013 through December 31, 2013 is net of the amount of PSEG wheeling charges recovered by the Company in base delivery rates during that same nine-month period. These rates and charges are to be collected over a ten-month period. As a result, the current MAC Statement recovers one-tenth of the amount to be collected through the MAC.

Additionally, PJM OATT rates and charges as incurred are included in MAC costs in this MAC Statement and will be reflected in future monthly MAC Statements..

Respectfully submitted,

CONSOLIDATED EDISON COMPANY OF NEW YORK, INC.

/s/

William A. Atzl, Jr.

Director

Rate Engineering

Attachment