

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

June 14, 2013

Honorable Jeffrey C. Cohen Acting Secretary State of New York Public Service Commission Three Empire State Plaza Albany, New York 12223

## Re: Case 09-M-0311, Temporary Annual Assessment Pursuant to Public Service Law §18-a(6)

Dear Acting Secretary Cohen:

Consolidated Edison Company of New York, Inc. ("Con Edison" or the "Company") herein submits for filing with the New York Public Service Commission (the "Commission") the following Statement of Temporary State Assessment Surcharge to its Schedule for Steam Service, P.S.C. No. 4 – Steam, applicable to its customers in the Borough of Manhattan, New York City:

Statement of Temporary State Assessment Surcharge TSAS – Statement No. 5 to P.S.C. No. 4 – Steam

The statement has an effective date of July 1, 2013.

## **Reason for Filing**

This Statement is being filed pursuant to the Commission's June 19, 2009 Order in the above-referenced case ("June 2009 Order") and the provision entitled "Temporary State Assessment Surcharge" in General Information Section 5 of the steam tariff. The June 2009 Order and that provision require that the Company file a Statement no less than fifteen days before the start of the period that the PSL §18-a surcharges are to be in effect. In accordance with the tariff provision, the surcharges reflected on the revised statement are designed to collect PSL §18-a amounts required to be collected above the amount in base rates for the State Fiscal Year 2013-2014 (April through March) inclusive of an adjustment for uncollectible expenses and

working capital cost, plus a reconciliation of the difference between past period PSL §18-a amounts required to be collected and actual amounts collected. Pursuant to the Commission's Order issued May 16, 2013, in Case No. 09-M-0311, which approved tariff changes to allow for reduced collections in subsequent years, if warranted, the Company is recognizing, in this filing, over/under collections of past periods and adjusting the surcharges by service class.

The PSL §18-a amounts required to be collected for the 2013-2014 State Fiscal Year, which begins July 1, 2013, were allocated to each customer class based on their contribution to the Company's total 2012 steam revenues inclusive of gross receipts taxes.

Reconciliation amounts for past periods were determined by allocating the total of the actual PSL §18-a payments made by the Company for each State Fiscal Year, including working capital and uncollectible expense adjustments based on the actual payments, to each customer class based on total class revenues inclusive of gross receipts taxes for the previous calendar year. These amounts were compared with the actual class-specific amounts collected under the surcharges that were in effect under those tariffs<sup>1</sup> Any differences have been added to the 2013-2014 State Fiscal Year amounts to determine total amounts recoverable from each customer class during the July 1, 2013 through June 30, 2014 period.

Surcharge amounts will be collected from SCs 1, 2, and 3 per Mlb; from SC 4 per Mlb/hour of Contract Demand; and from SC 5 per unit in effect under the customer's otherwise applicable SC.

The Statement filed herewith reflects the unit amounts to be collected over the 12 months commencing July 1, 2013.

Sincerely,

<u>/s/</u> William A, Atzl, Jr. Director Rate Engineering Department

Attachment

<sup>&</sup>lt;sup>1</sup> June 2013 collections have been estimated and will be trued up in next year's Temporary Annual Assessment surcharge. This year's surcharge reflects the true-up of June 2012 collections which were estimated last year.