

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") a Statement of Surcharge to Collect PSL 18-a Assessments to the Company's Schedule for Electricity Service, P.S.C. No. 10 – Electricity (the "Schedule for Electricity Service"), applicable to its customers in the City of New York and the County of Westchester. The Company also submits for filing with the Commission a Statement of Surcharge to Collect PSL 18-a Assessments to its Schedule for PASNY Delivery Service, P.S.C. No. 12 - Electricity ("PASNY Rate Schedule")¹, applicable to delivery by the Company of power and associated energy to customers of the New York Power Authority under P.S.C. No. 12 – Electricity.

Submitted herewith are the following Statements, which have an effective date of July 1, 2013:

Statement of Surcharge to Collect PSL Section 18-a Assessments, PSL – Statement No. 3 to P.S.C. No. 10 – Electricity

¹ This is the Delivery Service Rate Schedule Implementing and Part of the Service Agreement between the Power Authority of the State of New York (PASNY) and the Consolidated Edison Company of New York, Inc. (the Company) dated March 10, 1989.

² Because there have been no customers billed under PSC No. 11 – Electricity since June 2012, no surcharge was allocated to service under that rate schedule.

Statement of PASNY Surcharge to Collect PSL Section 18-a Assessments, PSL – PASNY Statement No. 3 to P.S.C. No. 12 - Electricity

Reason for Filing

These Statements are being filed pursuant to the Commission's June 19, 2009 Order in the above-referenced case ("June 2009 Order") and the provisions entitled "Surcharge to Collect Assessments Under Section 18-a of the Public Service Law," in General Rules Section 26.6 of P.S.C. No. 10 – Electricity and in the Additional Delivery Charges and Adjustments Section of P.S.C. No. 12 – Electricity. The June 2009 Order and these provisions 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 these tariff provisions, revised surcharges have been 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 costs, 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 Rate Schedule, based on their contribution to the Company's total 2012 electric revenues inclusive of gross receipts taxes. Revenues include both delivery and supply charges for all Con Edison service classes (including estimated supply charges for retail access classes)³ and delivery only charges for the PASNY Rate Schedule.

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 the Schedule for Electricity Service and the PASNY Rate Schedule based on total electric revenues inclusive of gross receipts taxes and estimated ESCO revenues 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.⁴ Any differences have been added to the 2013-2014 State Fiscal Year amounts to determine total amounts recoverable from the Schedule for Electricity Service and the PASNY Rate Schedule during the July 1, 2013 through June 30, 2014 period.

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³ Based on applying the average Market Supply Charge per kWhr paid by Con Edison full-service customers in 2012 to retail access sales, the Company has estimated ESCO commodity revenues, including gross receipts taxes to be about \$2 billion.

⁴ 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.

Surcharge amounts will be collected from each Con Edison class under the Schedule for Electricity Service on a per kWhr basis, except that amounts will be collected per kW from customers served under SC 11 and SC 5 – Rates III and IV, SC 8 – Rates IV and V, SC 9 – Rates IV and V, and SC 12 – Rates IV and V and as a single amount per monthly bill for SC 13 – Rates I and II.

The surcharge applicable to service under the PASNY Rate Schedule was calculated as a single monetary amount that will be billed monthly to NYPA commencing July 2013.

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

Sincerely,

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

Attachments