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May 10, 2001

**CONSOLIDATED EDISON COMPANY OF NEW YORK, INC.
4 Irving Place
New York, NY 10003**

Hon. Janet Deixler
Secretary
Public Service Commission
State of New York
Department of Public Service
Three Empire State Plaza
Albany, New York 12223

RE: Reconciliation of MTA Tax Surcharge Revenues

Dear Secretary Deixler:

Consolidated Edison Company of New York, Inc. ("Con Edison" or the "Company") is filing today the following revisions to the "Statement of Percentage Increase in Rates and Charges" separately stated on Con Edison's gas tariff:

GRT Statement No. 9 to PSC No. 9 - Gas

This statement is issued May 10, 2001, to become effective June 1, 2001.

Explanation of the Statement Changes

The revisions to the Statement of Percentage Increase in rates and charges" applicable to Con Edison's gas tariff, to take place beginning June 2001, reflect the annual reconciliation of MTA Business Tax Surcharge revenues and expenses.

The Company's tariff (PSC No. 9-Gas - Leaf No. 167.0) provide

that the revenue collected during the MTA surcharge billing year (April 1, 2000 through March 31, 2001) be compared with the MTA

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surcharge expense for calendar year 1999. This comparison, as detailed in Attachment A, shows that the Company over-collected by about \$2,218,000 for its gas operations.

The above referenced tariff provisions require subsequent bill adjustments in the event the revenues produced by the MTA surcharge in the twelve-month period are substantially higher or lower (equal to or greater than plus or minus 0.5 percent) than the tax expense incurred. For gas service the reconciliation adjustment will be (4.7242)%

For gas customers, the effect of the factors in the various Westchester municipalities varies due to the impact of the local levies on the computation of the effective tax factors use in the electric and gas statements.

Respectfully submitted,

CONSOLIDATED EDISON COMPANY OF NEW YORK, INC.

BY: _____
Joel H. Charkow

Enclosures