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

05-S-1376
OGC
O&E
O&ADR
Correso.

March 10, 2006

Via Overnight Mail

Hon. Jaclyn A. Brillling, Secretary
New York State Department
of Public Service
Three Empire State Plaza
Albany, New York 12223

Re: PSC Case 05-S-1376
Notice of Impending Settlement Negotiations

RECEIVED
PUBLIC SERVICE
COMMISSION
OSEC FILES-ALBANY
2006 MAR 13 AM 10:01

Dear Secretary Brillling:

This letter is sent pursuant to 16 NYCRR § 3.9 to provide notice of impending settlement negotiations in the above-referenced proceeding. This proceeding was established by the Public Service Commission ("Commission") to review the steam rates filed by Consolidated Edison Company of New York, Inc. ("Con Edison" or the "Company") on November 1, 2005. The Commission has suspended the effective date of these rates.

The Company and Staff have agreed to enter into settlement negotiations regarding the steam rates and other issues set forth in the Company's filing and the opposing testimony filed in this proceeding. A meeting will be held on Thursday, March 16, 2006 at 10:00 a.m. at the offices of the Department of Public Service on the 4th floor at 90 Church Street, New York, New York, to discuss a possible settlement of the Company's filing. During the course of these negotiations, some or all of the issues related to these matters may be settled by some or all of the parties.

A copy of this letter is being sent today to the active parties list for the referenced case. I therefore certify that all appropriate persons and parties have been notified of the pendency of negotiations in a manner as to permit a reasonable time for preparation.

Very truly yours,

C: All Active Parties (via e-mail and first class mail)

NOTE TO ALL PARTIES:

If you plan to attend the meeting on September 20 please contact Jacquelynn Walen at Jacquelynn.Walen@dps.state.ny.us or (518) 486-2662 by Tuesday, March 14, 2006, in order to be added to the list for admittance to 90 Church Street. You will also need to produce photographic identification to gain entry into the building.