

Sara Schoenwetter Assistant General Counsel

October 20, 2010

Donna Giliberto, Esq., Records Access Officer State of New York Department of Public Service Three Empire State Plaza Albany, NY 12223-1350

RE: Quarterly Report – Con Edison Smart Grid Investment and Demonstration Grants - Confidential Trade Secret, Commercial and Critical Infrastructure Information

Dear Ms. Giliberto:

By its Order Authorizing Recovery of Costs Associated with Stimulus Projects, issued July 27, 2009, (the "Order"), in Case 09-E-0310, pp. 61-62, the Public Service Commission directed all utilities receiving Smart Grid Investment Grants ("SGIG") and Smart Grid Demonstration Grants ("SGDG") from the United States Department of Energy ("DOE")

to submit quarterly reports to the Director of the Office of Electric, Gas and Water detailing the project milestones, including which milestones that have been reached, the associated costs for each project milestone as well as documentation supporting the associated costs (e.g., vendor invoices). These quarterly reports should incorporate any reports submitted by the utilities to DOE for each project.

Consolidated Edison Company of New York, Inc. ("Con Edison" or the "Company") is submitting to you certain documents from its second quarterly report to Thomas Dvorsky, Director of the Office of Electric, Gas and Water, on its SGIG and SGDG projects. The Company considers these certain documents to be entitled to confidential treatment under 16 NYCRR 6-1.3 and the Freedom of Information Law, particularly Public Officers Law § 89(5)(1-a).

¹ Orange and Rockland Utilities, Inc., ("Orange and Rockland"), Con Edison's regulated utility affiliate, for itself and for its New Jersey regulated affiliate, is a sub-recipient under these grants. A reference in this letter to the "Companies" is a reference to Con Edison and Orange and Rockland.

Smart Grid Investment Grant			
Report Name	Submission Date	Frequency	Confidential
Project Value Mgmt	7/14/10	Monthly	Yes
System Report (June)			
Project Value Mgmt	8/13/10	Monthly	Yes
System Report (July)			
Project Value Mgmt	9/13/10	Monthly	Yes
System Report (Aug)			
Form 270 (Invoice) - June	7/15/10	Monthly	Yes
Form 270 (Invoice) - July	8/17/10	Monthly	Yes
Form 270 (Invoice) - Aug	9/14/10	Monthly	Yes
Metrics & Benefits Plan	9/2/10	Single	Yes
(Final)		submission/approval	
SF-425 Financial Form	7/21/10	Quarterly	Yes
Smart Grid Demonstration Grant			
Report Name	Submission Date	Frequency	Confidential
Invoice - Aug	9/9/10	Monthly	Yes
Invoice (Pre-award)	9/9/10	Monthly	Yes
DOE Progress Report	7/22/10	Monthly	Yes
(4/10-6/10)		-	
SF-425 Financial Form	7/22/10	Quarterly	Yes

Trade secret and confidential commercial, financial and critical infrastructure information about the Company's SGIG and SGDG projects are present throughout these documents. The projects were designed and are being conducted based on the Companies' and third party technical expertise, which cannot readily be replicated by others, and take into account the particular requirements of the Companies' transmission and distribution systems.

Some of the information in these documents has been compiled by the Companies from non-public sources, including information supplied to them as trade secrets in response to a Request for Information issued to vendors and contractors, and is not known to others. Other information has been compiled by grant sub-recipients among the project participants and is considered by them to contain trade secret, proprietary or confidential commercial information.

For the foregoing reasons, Con Edison respectfully requests that the documents specifically noted above be excepted from disclosure. A copy of each unredacted document is being provided to you on a CD by overnight delivery service.

Sincerely, /s/Sara Schoenwetter

cc: Hon. Jaclyn A. Brilling, Secretary, State of New York Public Service Commission (without CD)

Thomas G. Dvorsky, State of New York Department of Public Service (without CD) Michael Worden, State of New York Department of Public Service (without CD)