

Case 07-E-0523
Exhibit___(FP-2)

CONSOLIDATED EDISON COMPANY OF NEW YORK, INC.
 RATE OF RETURN REQUIRED FOR THE RATE YEAR
TWELVE MONTHS ENDING SEPTEMBER 30, 2008

	<u>Average Capital Structure</u>	<u>Cost Rate</u>	<u>Cost of Capital</u>
	<u>Percent</u>		
Long Term Debt	49.65%	5.78%	2.87%
Preferred Stock	1.13%	5.34%	0.06%
Customer Deposits	<u>1.24%</u>	3.65%	<u>0.05%</u>
Subtotal	52.02%		2.98%
Common Equity	<u>47.98%</u>	8.90%	<u>4.27%</u>
Total	<u><u>100.00%</u></u>		<u><u>7.25%</u></u>