

**PSC NO: 9 GAS**

LEAF: 386

**COMPANY: CONSOLIDATED EDISON COMPANY OF NEW YORK, INC.**

REVISION: 3

INITIAL EFFECTIVE DATE: 10/01/10

SUPERSEDING REVISION: 1

STAMPS: Issued in Compliance with Order in Case 09-G-0795 dated September 22, 2010

**SERVICE CLASSIFICATION NO. 20 - Continued****TRANSPORTATION RECEIPT SERVICE (TRS) - Continued****Operational Matters - Continued****(C) Balancing Services - Continued****(2) Daily Balancing Service, or Monthly Balancing Service:**

A Seller electing to aggregate imbalances for two or more Interruptible or Off-Peak Firm Service Classification No. 9 Customers shall be subject to the following requirements which, absent Seller's agreement, would otherwise be the responsibility of each Interruptible and Off-Peak Firm Service Classification No. 9 Customer individually:

Seller shall schedule deliveries to the Receipt Point(s) so that, as nearly as may be possible, the Customers' Daily Delivery Quantities equals the Customers' Daily Transportation Quantities, exclusive of the allowance for losses. In the event the Seller tenders quantities in excess of the Maximum Daily Transportation Quantity, the Company may, in its sole discretion, transport such excess quantities if sufficient capacity is available on its system.

**(3) Automatic Netting of Imbalances**

Pursuant to Appendix J of the Joint Proposal dated May 28, 2004, as approved by the Commission's Order dated September 27, 2004 in Case No. 03-G-1671, Sellers serving Interruptible or Off-Peak Firm Customers, and Interruptible or Off-Peak Firm Direct Customers (excluding Power Generation Customers) are permitted to participate in the Company's Automatic Netting of Imbalances program ("Program") unless otherwise specified in the Company's Sales and Transportation Operating Procedures ("Operating Procedures"). Under the Program, the Company identifies and nets imbalances for the same gas day for two or more marketers using the same balancing service option (i.e., Daily Balancing Service or the same Minimum Delivery percentage ("band") of Monthly Balancing Service) and determines the cash-out tiers to be applied to end-of-month cash-out imbalances for such marketers. A marketer may opt to not participate in the Program for any calendar month by notifying the Company by e-mail at least two (2) business days prior to the start of the calendar month; if the Company does not receive an opt-out notification, the marketer will be included in the Program for that calendar month. There will be no automatic netting of imbalances under the Program on any day that an Operational Flow Order is in effect. Additional terms and conditions of the Automatic Netting of Imbalances program are set forth in the Operating Procedures.

**(4) Monthly Imbalance Trading Service ("MITS")**

Direct Customers and Sellers serving firm, interruptible, off-peak firm, or power generation customers under Service Classification No. 9 will be permitted to trade end-of-month imbalances with other Direct Customers or Sellers at specific pipeline Citygate Receipt Points, as explained in the Company's Sales and

(Service Classification No. 20 - Continued on Leaf No. 387)

Issued By: Robert N. Hoglund, Senior Vice President & Chief Financial Officer, 4 Irving Place, New York, N. Y. 10003

(Name of Officer, Title, Address)