PSC NO: 4 - Steam Consolidated Edison Company of New York, Inc. Initial Effective Date: 01/01/2009 Leaf: 18 Revision: 0 Superseding Revision:

GENERAL INFORMATION - Continued

3. General Rules, Regulations, Terms and Conditions under Which Steam Service Will Be Supplied, Applicable to and Made a Part of All Agreements for Steam Service - Continued

3.2 Company's Service Lines, Meters and Service Equipment

3.2.1 Service Lines

Within a reasonable time after acceptance by the Company of the Agreement for Service, the Company will install a service line to a point at the property line or suitable subsidewalk space, determined by the Company to be convenient and practicable. Where a basement wall or vault wall is located at such point, the Company will extend its service line through a sleeve provided and installed by the Customer in such wall to a point immediately inside the wall. The point to which the Company so extends its service line shall constitute the point of service termination.

Steam service will be supplied to the Customer's premises through a single service line, except where for reasons of Company economy, conditions on the Company's distribution system, improvement of service conditions, or volume of the Customer's requirements, the Company elects to install more than one service line.

The Company reserves the right to determine the location of any service line, and to avoid misunderstanding, the Customer before starting work shall consult the Company as to the exact location of the point of service termination.

3.2.2 Prepayment for Installation of Service Line and Furnishing of Service Equipment

Where the estimated cost to the Company of furnishing and installing the service line and of furnishing service equipment, or any part thereof determined by the Company to be required, exceeds the two-years' estimated revenue from the Customer, the Customer will be required to make a prepayment to the Company equal to such excess cost. Estimated revenue is the estimate of the total revenues from the Customer for service from such service line and service equipment, less revenues attributable to the Increase in Rates and Charges, less fuel adjustment revenues, and less the base cost of fuel, all as provided in this Rate Schedule. During the first ten years starting from the date when service is first supplied, the prepayment will be repaid to the Customer, without interest, in monthly installments equal to one-tenth of the amount of each bill for steam supplied to the Customer. The unrefunded prepayment, if any, remaining at the expiration of the said ten-year period or at the end of a lesser period in the event that the use of steam is permanently discontinued at the Customer's premises will be retained by the Company. The Customer or Company may apply to the Public Service Commission for a ruling as to the necessity for, or reasonableness of, the prepayment required. The Customer may retroactively be required to make a payment, subject to the provisions described above, if the Company determines subsequent to furnishing and installing the service line and furnishing the service equipment that the Customer did not provide sufficient revenue within two years of the installation to justify the expenditure involved for applications received on or after October 1, 2008.

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