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PSC NO: 9 GAS

CONSOLIDATED EDISON COMPANY OF NEW YORK, INC.

INITIAL EFFECTIVE DATE: October 1, 2004

STAMPS: Issued in compliance with order in Case 03-G-1671 dated September 27, 2004

SERVICE CLASSIFICATION No. 9 - Continued

TRANSPORTATION SERVICE - Continued

Definitions - Continued

(10) **Deficiency Imbalance** means:

- (a) for Daily Balancing Service, the Daily Cashout Service, and Monthly Balancing Service, the amount by which the Daily Transportation Quantity ("DTQ"), exclusive of the allowance for losses, and adjusted for marketer imbalance trading, is less than the Customer's Daily Delivery Quantity,
- (b) for Load Following Service, the amount by which the Customer's DTQ, exclusive of the allowance for losses, and adjusted for marketer imbalance trading, is less than the Customer's Daily Load Following Service Quantity,
- (c) for Daily Delivery Service, under the Prior Day Notification Option, the amount by which the Customer's DTQ, exclusive of the allowance for losses, and adjusted for marketer imbalance trading, is less than the Customer's Daily Load Quantity ("DLQ"), and
- (d) for Daily Delivery Service, under the Same Day Notification Option, the amount by which the Customer's DTQ, exclusive of the allowance for losses, is less than the Customer's Daily Load Quantity DLQ plus the amount by which the Customer's Revised Daily Transportation Quantity ("RDTQ"), exclusive of the allowance for losses, is less than the Customer's Revised Daily Load Quantity ("RDLQ"). The deficiency imbalance quantity shall not exceed the higher of the DLQ or RDLQ. The DTQ and RDTQ shall be adjusted for marketer imbalance trading.

The deficiency imbalance shall be increased to allow for losses.

For a small customer aggregation group or a group aggregating imbalances, one deficiency imbalance shall be determined for the entire group.

(Service Classification No. 9 - Continued on Leaf No. 261)

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(Name of Officer, Title, Address)