PSC NO: 9 GAS LEAF: 389.1 CONSOLIDATED EDISON COMPANY OF NEW YORK, INC. REVISION: 5 INITIAL EFFECTIVE DATE: 11/06/05 SUPERSEDING REVISION: 4 STAMPS: Issued in compliance with order in Case 03-G-1671 dated September 27, 2004

SERVICE CLASSIFICATION NO. 20 - Continued

TRANSPORTATION RECEIPT SERVICE (TRS) - Continued

Operational Matters – Continued

(C) Balancing Services - Continued

(6) Daily Imbalance Trading Service ("DITS") – Continued

Citygate Receipt Points, as explained in the Company's Sales and Transportation Operating Procedures ("Operating Procedures"). This trading will be allowed among interruptible and off-peak firm customers and will be limited to imbalances incurred during the same gas day, as defined in the Operating Procedures. Sellers and Direct Customers electing to trade imbalances will take the full risk of their trades and imbalances not traded will be subject to imbalance charges and cashout credits and surcharges, as explained in Service Classification. DITS will be available through the period ending September 30, 2007.

(7) Winter Bundled Sales Service ("WBSS")

A Marketer serving a Firm Service Classification No. 9 Customer or Firm Small Customer Aggregation Group who is also taking either the Company's Load Following Service, Daily Delivery Service, or Daily Cashout Service may elect to take WBSS during the Winter Period (November 1– March 31) in conjunction with those firm balancing services to meet the requirements of its firm Customers.

For a Marketer electing the WBSS option (such an electing Marketer will also be referred to as a "WBSS participant"), the Company will provide to the Marketer the Winter Bundled Sales Volume ("WBSV") as defined and determined in the manner set forth below:

a) The Company will determine the total amount of WBSV available to qualified Marketers annually. For the 2005/2006 Winter Period (November 1, 2005 – March 31, 2006), the Company will notify qualified Marketers of the quantity of WBSV available on or before March 18, 2005. For subsequent Winter Periods, the Company will notify qualified Marketers of the WBSV available for the upcoming Winter Period on or before March 9th of each year. For the 2005/2006 Winter Period, a Marketer may elect up to its allocated WBSV by notifying the Company on or before March 31, 2005. For subsequent Winter Periods, a Marketer may elect up to its allocated WBSV by notifying the Company within 10 business days of the Company providing notice of the quantify of WBSV available. The Company is under no obligation to provide WBSV to Marketers who fail to notify the Company within the above schedule.

(Service Classification No. 20 - Continued on Leaf No. 389.2)

Issued By: <u>Robert N. Hoglund, Senior Vice President & Chief Financial Officer, 4 Irving Place, New York, NY 10003</u> (Name of Officer, Title, Address)