..DID: 14774 ..TXT: PSC NO: 9 GAS LEAF: 389.3 COMPANY: CONSOLIDATED EDISON COMPANY OF NEW YORK, INC. REVISION: 0 INITIAL EFFECTIVE DATE: 02/15/01 SUPERSEDING REVISION: STAMPS: Issued in compliance with Commission Order in Case No. 00-G-1456 dated RECEIVED: 02/14/01 STATUS: Effective EFFECTIVE: 02/15/01

SERVICE CLASSIFICATION NO. 20 - Continued

TRANSPORTATION RECEIPT SERVICE (TRS) - Continued

Operational Matters - Continued

(C) Balancing Services - Continued

- (4) Virtual Storage Option Service Continued
 - (d) continued

Direct Customers and Sellers will be subject to a backhaul charge when the Company re-delivers gas utilizing either the Ragley or Kinder pipeline interconnects of TETCO and Tennessee respectively. The backhaul charge will be revised periodically based on interstate pipeline rates, plus any applicable taxes, as explained in the Company's Sales and Transportation Operating Procedures Manual.

(e) Any gas remaining in a Direct Customer's or Seller's VSOS account at the end of each Winter Period may, at the Direct Customer's or Seller's option, either be carried over to the next Winter Period in Direct Customer's or Seller's VSOS account provided Direct Customer or Seller has subscribed to VSOS for an equal or greater quantity for the following year, or cashed out by the Company at a Company Receipt Point price in the Production Area, as explained in the Company's Sales and Transportation Operating Procedures Manual. The quantity of gas in storage that is rolled over will reduce a Direct Customer's or Seller's maximum daily delivery entitlements for the following Summer Period.

(Service Classification No. 20 - Continued on Leaf No. 389.4)

Issued By: Joan S. Freilich, Executive Vice President & Chief Financial Officer, 4 Irving Place, New York, N. Y. 10003 (Name of Officer, Title, Address)