

..DID: 15572**..TXT: PSC NO: 9 GAS****LEAF: 303****COMPANY: CONSOLIDATED EDISON COMPANY OF NEW YORK, INC. REVISION: 2****INITIAL EFFECTIVE DATE: 06/28/01 SUPERSEDING REVISION: 1****STAMPS:****Cancelled by 3 Rev. Leaf No. 303 Effective 08/01/2001****Effective date postponed to 08/01/01. See Supplement No. 12****RECEIVED: 05/21/01 STATUS: Cancelled EFFECTIVE: 08/01/01****SERVICE CLASSIFICATION No. 9 - Continued****TRANSPORTATION SERVICE - Continued****Rates - Continued****(J) Other Rates, Charges and Adjustments - Continued****(5) Capacity Release Service Adjustment:**

A Customer electing Capacity Release Service is subject to a Capacity Release Service Adjustment to its Service Classification No. 9 transportation rate to the extent that the maximum rate on the pipelines on which capacity is released varies from the Company's weighted average cost of capacity which includes the cost of capacity associated with bundled Citygate purchases ("WACOC"). If the maximum rate is higher than the WACOC, the Capacity Release Seller will receive a credit on the Customer's behalf equal to the difference multiplied by the monthly quantity of released capacity. If the maximum rate is less than the WACOC, the Capacity Release Seller shall pay a charge on the Customer's behalf equal to the difference multiplied by the monthly quantity of released capacity. The Company's WACOC shall be updated periodically to reflect the Company's current cost of firm pipeline capacity and set forth on the Statement of Rate for Service Classification No. 9.

(6) Pipeline Transition Cost Charge:

All Customers shall pay a Transition Cost Charge per therm to recover Order No. 636 transition costs, except a Customer(s) who provides the Company suitable documentation demonstrating that it is paying Order No. 636 transition costs directly to a pipeline for firm pipeline transportation.

(7) Competitive Retail Choice Credit:

By Order of the Public Service Commission dated November 29, 2000, approving the Interim Settlement Agreement dated November 7, 2000 in Case No. 00-G-1456 ("Settlement"), Customers receiving firm transportation service under Rates (A) of Service Classification No. 9 shall be credited with a Competitive Retail Choice Credit ("CRCC") of 2.4 cents per therm over the period December 1, 2000 through September 30, 2001. The CRCC will be reflected as a separate credit to the Adjustment to Base Rates under Rates (A) and set forth on the Statement of Rate for Service Classification No. 9 in effect over that period. The actual amount of CRCCs credited monthly to firm transportation customers less 1.2 cents per therm will serve to reduce certain credits otherwise due firm customers in accordance with the terms of the Settlement. The CRCC does not apply to any transportation customers taking service under Rates B-D of this Service Classification.

(Service Classification No. 9 - Continued on Leaf No. 304.0)

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