..DID: 19413 ..TXT: PSC NO: 9 GAS LEAF: 397.3 COMPANY: CONSOLIDATED EDISON COMPANY OF NEW YORK, INC. REVISION: 0 INITIAL EFFECTIVE DATE: 06/15/02 SUPERSEDING REVISION: STAMPS: Issued in compliance with Order in Case 00-M-0504 issued and effective RECEIVED: 06/14/02 STATUS: Effective EFFECTIVE: 06/15/02 **RECEIVED:** STATUS:

EFFECTIVE:

SERVICE CLASSIFICATION NO. 20 - Continued

TRANSPORTATION RECEIPT SERVICE (TRS) - Continued

Miscellaneous Provisions - Continued

(Q) Marketer Deposit and Prepayment Requirements

1. Marketers must submit evidence to the Company of credit worthiness as required by Order of the Public Service Commission in Case 00-M-0054, issued and effective May 9, 2002, before requesting deposits or prepayments from their residential and small non-residential customers.

The evidence relating to deposits must be in the form of:

- (a) A minimum bond rating of "BBB" from S&P, "Baa 2" from Moody's, or "BBB from Fitch, for either the Marketer or its parent, if the parent agrees to act as guarantor for the Marketer, or
- (b) A replenishable standby irrevocable Letter of Credit or Escrow Account with an "A" rated financial institution.

The evidence relating to prepayments must be in the form of a minimum bond rating of "BBB" from S&P, "Baa 2" from Moody's, or "BBB" from Fitch, for either the Marketer or its parent, if the parent agrees to act as guarantor for the Marketer.

Marketers seeking to collect deposits or prepayments must submit the required evidence of creditworthiness on August 1, 2002 and August 1 of each subsequent year.

- 2. The Company will not transfer Customer Deposits to Marketers.
- 3. Marketers will be obligated to fulfill Commission requirements pertaining to:
 - (a) maintenance of records of customer deposits and prepayments to them; and
 - (b) filing of reports with the Commission regarding such customer deposits and prepayments in the manner and form required by the Commission.
- 4. Marketers will provide notice of these requirements to a new customer before the customer makes a deposit or prepayment and to existing customers with a copy of the Marketer's revised disclosure statement or contract.
- 5. The Company will not be liable to customers for Marketers' failure to refund or return prepayments and/or deposits.

Issued By: Joan S. Freilich, Executive Vice President & Chief Financial Officer, 4 Irving Place, New York, N.Y. 10003

(Name of Officer, Title, Address)