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COMPANY: CONSOLIDATED EDISON COMPANY OF NEW YORK, INC. REVISION: 0

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STAMPS:

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### **SERVICE CLASSIFICATION NO. 9 - Continued**

### TRANSPORTATION SERVICE - Continued

## **Miscellaneous Provisions - Continued**

## (F) Prepayment for Facilities - Continued

# (1) Applicable to Requests for Interruptible or Off-Peak Firm Service - Continued

If the Company estimates that net revenues during the first two years of service shall not enable the Company to recover its costs, the Company shall require the Customer to pay in advance the portion of such costs that the Company estimates will not be recovered unless the Customer qualifies for one of the Company's customer incentive programs in effect at the time of the Customer's application for service under this Service Classification. If the Company estimates that net revenues during the first two years of service shall enable the Company to recover its costs but actual net revenues during the first two years are less than the amount estimated, the Company may, at that time, require the Customer to make an advance payment of the amount not recovered.

The Company shall not be liable in any respect for delays in the completion of such construction, absent gross negligence or willful misconduct on its part.

An applicant may, in lieu of making advance payment, satisfy the advance payment requirements by providing to the Company acceptable financial assurance of payment of the Company's costs. The Company shall repay to the Customer any prepayments made when the Customer's payment of actual net revenues under this or any other Service Classification covers the actual costs incurred under (a) and (b) above by crediting to future bills for Company service an amount equal to 50 percent of future net revenues until the full prepayment is repaid. If, however, actual net revenues during the first five years of service do not cover the actual costs incurred under (a) and (b) above, the Company's repayment obligation shall be limited to the amount of the prepayment less the difference between the actual costs and net revenues received during the five-year period. For the purpose of this provision, net revenues are total sales revenues, less revenues attributable to Increase in Rates and Charges, less the applicable total cost to the Company of gas sold under this or any other Service Classification, less Charges for Unauthorized Use and balancing charges.

(Service Classification No. 9 - Continued on Leaf No. 320.0)

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