

..DID: 17879**..TXT: PSC NO: 9 GAS****LEAF: 341.1****COMPANY: CONSOLIDATED EDISON COMPANY OF NEW YORK, INC. REVISION: 3****INITIAL EFFECTIVE DATE: 01/14/02 SUPERSEDING REVISION: 2****STAMPS: Issued in compliance with order in Case 00-G-0996 dated October 31, 20****RECEIVED: 12/14/01 STATUS: Effective EFFECTIVE: 01/14/02****SERVICE CLASSIFICATION NO. 12 - Continued****TRANSPORTATION SERVICE - Continued****Miscellaneous Provisions - Continued****(D) Interruptions of Service and Reserve Requirements for Interruptible and Off-Peak Firm Customers- Continued**

Interruptible and Off-Peak Firm Customers must conform to the following additional requirements. By October 1 of each year, Customers are required to demonstrate to the Company that by November 1 of that year they will have adequate reserves of their alternate fuel or energy source based on each Customer's peak winter period requirements. A Customer may meet the reserve requirement through a combination of on-site storage capacity and by providing satisfactory proof to the Company that a relationship exists with the alternate fuel or energy provider to supply the Customer with the additional amount required to meet the Customer's reserve requirement. Interruptible Temperature Control Customers whose alternate fuel is distillate fuel (i.e., kerosene, diesel fuel, or No. 2 fuel oil) or who use gas for the types of uses described in the Definition for a Human Needs Customer receiving firm transportation service ("Human Needs purposes") must have a seven-day reserve. Interruptible Notification or Off-Peak Firm Customers whose alternate fuel is distillate fuel or use gas for Human Needs purposes must have a ten-day reserve. A Contract Interruptible or Off-Peak Firm Industrial Customer, as defined in the Definition section of Service Classification No. 9, whose alternate fuel is distillate fuel must have a five-day reserve. Other Interruptible or Off-Peak Firm Customers must maintain reserve levels acceptable to the Company. A new Interruptible or Off-Peak Firm Customer with alternate fuel (as opposed to alternate energy) capability, commencing service under this Service Classification on and after November 1, 2001, must have, as part of its applicable reserve requirement, three days or more of on-site inventory, based upon the Customer's peak winter period requirements, as more specifically provided in the Company's Sales and Transportation Operating Procedures Manual. Customers that fail to conform to the above stated reserve requirements, or who have inoperable dual-fuel equipment, will be subject to the following charges:

Interruptible or Off-Peak Firm Customers, including Contract Interruptible or Off-Peak Firm Industrial Customers, with inadequate alternate fuel or energy reserves who fail to interrupt gas service at any time during the first five, seven or ten days of interruption in any winter season, as applicable, will be billed for the difference between (a) 130% of the higher of the applicable alternate fuel prices, as determined in accordance with the Company's Sales and Transportation Operating Procedures, or the applicable Interruptible or Off-Peak Firm sales rate, and (b) the applicable Interruptible or Off-Peak Firm sales rate. The charge shall be applied to all gas consumed during the billing period in which there is non-compliance with the interruption and for any subsequent billing periods during which non-compliance continues. Any Interruptible or Off-Peak Firm Customer with inadequate alternate fuel or energy reserves or inventory as of November 1 of each year will similarly be subject to the above charges.

(Service Classification No. 12- Continued on Leaf No. 341.2)

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