

PSC NO: 9 GAS

LEAF: 386.3

COMPANY: CONSOLIDATED EDISON COMPANY OF NEW YORK, INC.

REVISION: 2

INITIAL EFFECTIVE DATE: 04/01/18

SUPERSEDING REVISION: 1

STAMPS:

SERVICE CLASSIFICATION NO. 20 - Continued**TRANSPORTATION RECEIPT SERVICE (TRS) – Continued****Operational Matters - Continued****(C) Balancing Services – Continued****(1) Daily Delivery Service – Continued****Tier 3 – Peaking**

The Company will provide Tier 3 - Peaking (including LNG and CNG) to Marketers from November 1st to March 31st when the estimated consumption of a Marketer exceeds the Marketer's Tier 1 Capacity Release Volume and available Tier 2 - Managed Supply (Storage) withdrawal volume.

Tier 3 Demand Price

The Tier 3 Demand Price, stated in dollars per dekatherm, is a capacity price determined by dividing the annual fixed costs of the Company's total peaking contracts by the Company's total peaking capacity.

Marketers who receive Tier 3 - Peaking will pay to the Company, each month of the Winter Period (November through March), a Tier 3 Demand Charge computed by multiplying the Tier 3 Demand Price times the Marketer's Tier 3 peaking capacity, and then dividing that resulting amount by five (5).

Tier 3 Commodity Price

The Company will determine the Tier 3 Commodity Price, stated in dollars per dekatherm, each day by weighting the following commodity prices:

- a) Pipeline Indices: the following pipeline indices obtained from Platt's Gas Daily Price Guide, (Daily Price Survey) for date of flow will be weighted using the percentages set forth in the Company's GTOP:

Transco – Transco Zone 6 NY mid-point price
Texas Eastern – Texas Eastern M3 mid-point price
Iroquois – Iroquois Zone 2 mid-point price

- b) Company's LNG Inventory Price: when LNG is called upon by the Company to meet peak demand the Tier 3 commodity price will include the Company's LNG Inventory Price. The percentages set forth in the Company's GTOP will be modified to reflect the use of LNG.

Each month that Tier 3 is utilized, a Marketer will pay a Tier 3 Peaking Charge computed by multiplying the Tier 3 Commodity Price of a) and b) above times the Tier 3 volumes that the Marketer delivers to the Company's city gate.

(Service Classification No. 20 - Continued on Leaf No. 386.4)

Issued By: Robert Hoglund, Senior Vice President & Chief Financial Officer, 4 Irving Place, New York, NY 10003

(Name of Officer, Title, Address)