

PSC NO: 9 GAS

LEAF: 386.1

COMPANY: CONSOLIDATED EDISON COMPANY OF NEW YORK, INC.

REVISION: 2

INITIAL EFFECTIVE DATE: 11/01/17

SUPERSEDING REVISION: 1

STAMPS: Issued in Compliance with Order in Case 16-G-0406 dated October 17, 2016

SERVICE CLASSIFICATION NO. 20 - Continued**TRANSPORTATION RECEIPT SERVICE (TRS) – Continued****Operational Matters - Continued****(C) Balancing Services – Continued****(1) Daily Delivery Service –Continued****Tier 2 – Managed Supply (Storage) – Continued****a) Quantity – continued**

If the day-ahead temperature is forecast to be at or below 46 degrees Fahrenheit on any day in the month of April Marketers may utilize any remaining storage from their allocated share during these days in accordance with the Company's GTO. In the month of October, Marketers may utilize their storage allocation for the upcoming November through March period during days in which the day-ahead temperature is forecast to be at or below 46 degrees Fahrenheit.

When the temperature is less than or equal to 25 Degrees Fahrenheit, Marketers must utilize 100% of their Tier 1 - Mandatory Capacity Release allocation for firm transportation before utilizing any Tier 2 -Managed Supply (Storage) allocation. When the temperature is greater than 25 but less than 30 Degrees Fahrenheit, Marketers must utilize 85% of their Tier 1 allocation before utilizing any Tier 2 allocation. If a Marketer violates this rule two (2) times during a heating season, the Marketer will have its storage allocation lowered for the remainder of the heating season in accordance with the Company's GTO and will have to balance its daily loads using Tier 3 - Peaking. The Company, at its sole discretion, may waive these rules for the month of March, based upon the Company's unilateral evaluation of system conditions, as a result of warmer than normal weather experienced during the previous December through February.

b) Monthly Charges**Tier 2 Demand Price**

The Tier 2 Demand Price, stated in dollars per dekatherm, is a capacity price determined by (1) taking the annual fixed costs (including the costs associated with the previous summer period, April through October) of the Company's total storage contracts plus the Company's fixed transportation pipeline contracts associated with storage and then dividing that amount by (2) the Company's total storage capacity and then dividing that resulting amount by five. The annual fixed costs and total storage capacity used in this calculation will be updated monthly.

Marketers will pay each month of the Winter Period (November through March) a Tier 2 Demand Charge computed by multiplying the Tier 2 Demand Price times the Marketer's Tier 2 storage capacity.

(Service Classification No. 20 - Continued on Leaf No. 386.2)**Issued By: Robert Hoglund, Senior Vice President & Chief Financial Officer, 4 Irving Place, New York, N. Y. 10003**

(Name of Officer, Title, Address)