

PSC NO: 9 GAS

LEAF: 386.4

COMPANY: CONSOLIDATED EDISON COMPANY OF NEW YORK, INC.

REVISION: 1

INITIAL EFFECTIVE DATE: 11/01/17

SUPERSEDING REVISION: 0

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****Operational Limitations - Continued**

b) March storage capacity limit: If a Marketer does not have its Tier 2 - Managed Supply (Storage) inventory at or below 35% of its capacity storage allocation by March 31 of each year, the Marketer will be surcharged for the inventory overage level in accordance with the Company's GTOP. The Company, at its sole discretion, may waive this surcharge if warmer than normal weather conditions during the previous December through February period caused the inventory level for every Marketer to exceed 35% of its capacity storage allocation.

Security Prepayment Requirement and POR Netting Requirement

Marketers who are not participating in the Company's POR program will be required to prepay the demand and commodity components of Tier 2 - Managed Supply (Storage) and Tier 3 - Peaking. Marketer prepayment must be made to the Company via wire transfer or ACH payment no later than three (3) business days prior to the last day of the month preceding the month in which the Marketer will be charged for the cost of Tier 2 - Managed Supply (Storage) and Tier 3 - Peaking. The prepayment for the demand component of Tiers 2 and 3 will be calculated by taking the product of 0.9 times the estimated demand price of the Tier 2 - Managed Supply (Storage) and the Tier 3 - Peaking for that month. The prepayment for the commodity component of Tiers 2 and 3 will be calculated by taking the total amount of gas in storage allocated to the Marketer, dividing that amount by 5 and then multiplying the resulting amount by the most recent 1st of the month weighted average cost of gas in storage. The prepayment amount will be trued-up when the actual costs of the Managed Supply (Storage) and Peaking are available and any adjustment will be made in the Marketer's succeeding billing period.

For Marketers who are participating in the Company's POR program, payment amounts owed to the Company for any of their Tier 2 and Tier 3 demand and commodity components will be netted by the Company against the Company's monthly POR payment to the Marketer unless the Marketer submits payment directly to the Company. In any month that the POR payment amount is insufficient to cover the Tier 2 and Tier 3 demand and commodity components, the Marketer will be required to pay the Company directly for the full amount due the Company. Notwithstanding this POR netting by the Company, if the Marketer owes the Company any additional amounts, the Company retains all of its rights to collect such additional owed amounts and the right to require a prepayment or the posting of a Letter of Credit (LOC) for any potential amount that may be owed to the Company. The terms and conditions of the LOC must be acceptable to the Company as referenced in the GTOP.

(Service Classification No. 20 - Continued on Leaf No. 387)**Issued By: Robert Hoglund, Senior Vice President & Chief Financial Officer, 4 Irving Place, New York, N. Y. 10003**

(Name of Officer, Title, Address)