PSC NO: 4 - Steam Consolidated Edison Company of New York, Inc. Initial Effective Date: 01/19/2018 Issued in compliance with order in Case 09-M-0311 dated 12/19/2017 Leaf: 18.1 Revision: 2 Superseding Revision: 1

## **GENERAL INFORMATION - Continued**

## 3. General Rules, Regulations, Terms and Conditions under Which Steam Service Will Be Supplied, Applicable to and Made a Part of All Agreements for Steam Service - Continued

## 3.2 Company's Service Lines, Meters and Service Equipment - Continued

## 3.2.2 Agreement and Prepayment, As May Be Required, for Installation of Service Line and Furnishing of Service Equipment

Where the installation of service line and furnishing of service equipment is required to serve the Customer's premises, the Customer must execute the Agreement shown in Rider B. If application is made on or after May 1, 2017, and the estimated cost to the Company of furnishing and installing the service line and of furnishing service equipment, or any part thereof determined by the Company to be required, exceeds the five-years' estimated revenue from the Customer, the Customer will be required to make a prepayment to the Company equal to such excess cost. Estimated revenue is the estimate of the total revenues from the Customer for service from such service line and service equipment, less revenues attributable to the Increase in Rates and Charges, fuel adjustment revenues, and the base cost of fuel, all as provided in this Rate Schedule. The prepayment amount may be revised and the Agreement amended if the Customer subsequently makes a material change in its requirements (e.g., a revised service point of entry, service commencement date, or Load Letter signed by a Professional Engineer) that affects estimated revenue or the Company's estimated construction cost.

If the Customer made a prepayment, it will be repaid to the Customer in monthly installments, without interest, until the earlier of its complete refund or ten years from the date when service is first supplied. Each monthly installment will be equal to one-tenth of the total amount of each bill for steam supplied to the Customer and, if applicable, one-tenth of the total amount of each bill for steam supplied to other new Customers connected to such service line. The unrefunded prepayment, if any, remaining at the expiration of the said ten-year period or at the end of a lesser period in the event that the use of steam is permanently discontinued at the Customer's premises will be retained by the Company. The Customer or Company may apply to the Public Service Commission for a ruling as to the necessity for, or reasonableness of, the prepayment required. The Customer may retroactively be required to make a payment, subject to the provisions described above, if the Company determines subsequent to furnishing and installing the service line and furnishing the service equipment that the Customer did not provide sufficient revenue to justify the expenditure involved within two years of the installation for applications received on or after October 1, 2008 but before May 1, 2017, and within five years of the installation for applications received on or after May 1, 2017.

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