

PSC NO: 9 GAS
CONSOLIDATED EDISON COMPANY OF NEW YORK, INC.
INITIAL EFFECTIVE DATE: October 1, 2004

LEAF: 303.1
REVISION: 2
SUPERSEDING REVISION: 0

STAMPS: Issued in compliance with order in Case 03-G-1671 dated September 27, 2004

SERVICE CLASSIFICATION No. 9 - Continued

TRANSPORTATION SERVICE - Continued

Rates - Continued

(J) Other Rates, Charges and Adjustments – Continued

(7) Competitive Retail Choice Credit:

By Order of the Public Service Commission dated September 27, 2004, approving the Joint Proposal ("Proposal") dated May 28, 2004 in Case Nos. 03-G-1671 and 03-S-1672, Customers receiving firm transportation service under Rate (A) of SC No. 9 shall be credited with a Competitive Retail Choice Credit ("CRCC") of 2.4 cents per therm for each "Rate Year" with the first Rate Year commencing October 1, 2004. The CRCC will be reflected as a separate credit to the Monthly Rate Adjustment under Rate (A) and set forth on the Statement of Rate for SC No. 9 in effect over that period. The CRCC does not apply to any transportation customers taking service under Rates B/D of this Service Classification.

In accordance with the Proposal, the Company shall be reimbursed for Net CRCC's equal to the total CRCC's credited monthly on firm transportation customer bills, less the following amounts.

- (i) the applicable monthly transportation volumes related to firm customers who migrated to firm transportation service before the implementation date of the Company's Purchase of Accounts Receivable ("POR") program multiplied by 0.12 cent per therm; or
- (ii) the applicable monthly transportation volumes related to firm customers who migrated to firm transportation service on and after the implementation date of the Company's POR program multiplied by the sum of 0.12 cent per therm and the equivalent value of the POR discount, as adjusted to exclude incremental costs pursuant to the Proposal.

(Service Classification No. 9 - Continued on Leaf No. 303.2)

Issued By: Joan S. Freilich, Executive Vice President & Chief Financial Officer, 4 Irving Place, New York, N. Y. 10003
(Name of Officer, Title, Address)