

..DID: 10064
..TXT: PSC NO: 9 GAS LEAF: 391.2
COMPANY: CONSOLIDATED EDISON COMPANY OF NEW YORK, INC. REVISION: 1
INITIAL EFFECTIVE DATE: 10/01/99 SUPERSEDING REVISION: 0
STAMPS: ISSUED IN COMPLIANCE WITH ORDER IN CASE 98-M-1343 DATED SEPTEMBER 22,
Cancelled by 2 Rev. Leaf No. 391.2 Effective 06/01/2001
RECEIVED: 09/30/99 STATUS: Cancelled EFFECTIVE: 10/01/99

SERVICE CLASSIFICATION NO. 20 - Continued

TRANSPORTATION RECEIPT SERVICE (TRS) - Continued

Miscellaneous Provisions

(B2) Security Requirements - Continued

- (c) If the Company permits a Marketer to act as the Customer's Billing Agent on and after June 1, 1999,
- (i) under the prepayment option, security will be equal to 45 days of a Marketer's customers' projected peak period energy requirements over the coming 12 months priced at Con Edison's applicable transportation tariff rate, including relevant transition charges, minimum charges, balancing charges and other rates, charges and adjustments as set forth under Service Classification No. 9 of this Rate Schedule; or,
- (ii) where a lockbox arrangement is provided by a Marketer acting as Billing Agent, the required security for Billing Agency will be reduced to 22.5 days. Security may be provided in cash, a letter of credit, surety bond or guaranty of a third party with a Minimum Rating.

The amount of security may be reduced or eliminated to the extent the Marketer's customers maintain direct debit agreements with Con Edison.

- (d) Con Edison will complete the security evaluation within ten days of receipt of application and will provide the Marketer with the rationale for the determination, and the calculation supporting the credit limit and any resulting security requirement.
- (e) Con Edison's credit exposure associated with Gas Imbalances will be determined for each season. The seasons are defined as Summer (April 1 - October 31) and Winter (November 1 - March 31).

The maximum credit exposure will equal the product of:

- (1) the maximum daily quantity (MDQ) of a Marketer's customers' projected aggregate consumption based on the appropriate season of the past year;

(Service Classification No. 20 - Continued on Leaf No. 391.3)

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