

..DID: 13680
..TXT: PSC NO: 9 GAS LEAF: 391.2
COMPANY: CONSOLIDATED EDISON COMPANY OF NEW YORK, INC. REVISION: 2
INITIAL EFFECTIVE DATE: 02/01/01 SUPERSEDING REVISION: 1
STAMPS: ISSUED IN COMPLIANCE WITH ORDER IN CASE 98-M-0631 DATED MARCH 22, 2000
CANCELLED by Supplement 11 effective 05/31/01
Suspended by order in Case 99-M-0631. See suppl. No. 8
RECEIVED: 10/31/00 STATUS: Cancelled EFFECTIVE: 06/01/01

SERVICE CLASSIFICATION NO. 20 - Continued

TRANSPORTATION RECEIPT SERVICE (TRS) - Continued

Miscellaneous Provisions

(B2) Security Requirements - Continued

- (c) If a Marketer is rendering a Single Bill to a Firm Gas Transportation Customer,
- (i) Marketer's 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, the required security 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. If a Marketer fails to maintain the required security, the Single Billing Arrangement may be terminated.

- (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)