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 COMPANY: CONSOLIDATED EDISON COMPANY OF NEW YORK, INC. REVISION: 0
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SERVICE CLASSIFICATION No. 9 - Continued

TRANSPORTATION SERVICE - Continued

Rates - Continued

(D) Rates for CNG, Bypass and Power Generation Transportation Customers – Continued

(2) Rate for Power Generation Transportation Customers - Continued

For the purposes of this calculation, the wholesale price of electricity shall be based on the locational based marginal price (LBMP) at the Customer's generator and the gas price shall be the Transco Zone 6 (New York) Citygate price (as published in Gas Daily) plus a variable transportation rate of 1.0 cent per therm.

The Company shall establish a real time value component applicable to each Customer's generating plant based upon the plant's estimated heat rate. The Company shall estimate the Customer's heat rate based on data provided by the Customer prior to commencement of service under this tariff. The Company may update this heat rate annually thereafter, based upon data supplied by the Customer on the actual operation of the plant. The Company reserves the right to assign a heat rate if the Customer does not supply either the applicable data or supplies data that is not reflective of the plant's actual operation.

Minimum and Maximum Base Rates

The Minimum Base Rate shall not be less than the marginal cost plus fifty percent of the system cost component. The Maximum Base Rate established by the Company shall not cause the Customer to pay an amount greater than the annual amount the Customer would have paid under the otherwise applicable off-peak firm transportation rate for gas used for other than the Customer's firm gas requirements. The maximum rate calculation shall be made annually and shall exclude any Charges for Unauthorized Use and balancing charges. Any overpayments resulting from this calculation shall be reconciled by means of a credit to the Customer's next monthly bill(s) following the annual reconciliation calculation.

Curtailment of Service

The Customer shall take immediate measures to curtail the use of gas at any time the Company deems necessary. Full curtailment by the Customer must be completed as soon as practicable, but within 2 hours of notification by the Company.

(Service Classification No. 9 - Continued on Leaf No. 277.2)

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