Received: 12/08/1998

Status: CANCELLED Effective Date: 03/01/1999

..DID: 6474

..TXT: PSC NO: 9 GAS **LEAF: 88**

COMPANY: CONSOLIDATED EDISON COMPANY OF NEW YORK, INC. **REVISION: 0**

INITIAL EFFECTIVE DATE: 03/01/99 SUPERSEDING REVISION:

STAMPS:

RECEIVED: 12/08/98 STATUS: Effective EFFECTIVE: 03/01/99

GENERAL INFORMATION - Continued

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

14. Gas Service Curtailments - Continued

(C) - Continued

- (1) Continued
 - (b) Priority 2: Interruptible sales and transportation services including: notification interruptible Customers; interruptible intra-Company transfers; non-tariff interruptible sales and transportation.
- (2) The Company will have sufficient capacity at all times to serve requirements in Priority 1, absent the occurrence of an emergency or a cause beyond its control in accordance with General Rule III -11. In the event that the Company does not have capacity sufficient to serve all of its Priority 1 requirements, the Company will allocate the available capacity among the affected Customers in the manner which, in the Company's judgment, best protects the health, safety, and property of its Customers.
- (3) Prior to the start of each month, Customers in Priority 2 will be ranked in order of their applicable local transportation margins. Priority 2 Customers requesting service during a service month will be ranked at the end of the margin-based queue for the month on a first-come, first-served basis. On each day during the month, gas transportation capacity will be allocated to Priority 2 Customers according to that queue, starting with the Customer paying the highest margin. If there is not sufficient capacity to serve all requirements of Customers within Priority 2 that are paying the same local transportation margin, the capacity available for such customers will be prorated among them in proportion to their nominated service level for the month at the receipt point in question.

(General Information - Continued on Leaf No. 89.0)

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