

**PSC NO: 9 GAS**  
**COMPANY: CONSOLIDATED EDISON COMPANY OF NEW YORK, INC.**  
INITIAL EFFECTIVE DATE: 11/01/16  
STAMPS:

LEAF: 386.2  
REVISION: 0  
SUPERSEDING REVISION:

## **Operational Matters - Continued**

### **(C) Balancing Services – Continued**

#### **(1) Daily Delivery Service -Continued**

##### **Tier 3 – Peaking**

The Company will provide Tier 3 - Peaking to Marketers from November 1<sup>st</sup> to March 31<sup>st</sup> when the estimated consumption of the Marketer's Group exceeds the Marketer's Tier 1 Capacity Release Volume and available Tier 2 - Managed Supply ( Storage) withdrawal volume.

##### Tier 3 Demand Price

The Tier 3 Demand Price, stated in dollars per dekatherm, is a capacity price determined by dividing the annual fixed costs of the Company's total peaking contracts by the Company's total peaking capacity.

Each month from November 1<sup>st</sup> through October 31<sup>st</sup>, the Marketer will pay a Tier 3 Demand Charge computed by multiplying (1) the Tier 3 Demand Price times (2) the Marketer's Tier 3 peaking capacity and then dividing that amount by twelve (12).

##### Tier 3 Commodity Price

The Company will determine the Tier 3 Peaking Commodity Price, stated in dollars per dekatherm, each day by weighting the following commodity prices using the percentages set forth in the GTOP Manual.

- a) The following pipeline indices obtained from Platt's Gas Daily Price Guide, Daily Price Survey for date of flow:

Transco – Transco Zone 6 NY mid-point price  
Texas Eastern – Texas Eastern M3 mid-point price  
Iroquois – Iroquois Zone 2 mid-point price

- b) The Company's LNG Inventory Price when LNG Inventory is called upon by the Company to meet peak demand

Each month that Tier 3 is utilized, a Marketer will pay a Tier 3 Peaking Charge computed by multiplying the Tier 3 Peaking Price of a) and b) above times the Tier 3 volumes that the Marketer delivers to the Company's city gate.

(Service Classification No. 20 - Continued on Leaf No. 386.3)

Issued By: Robert Hoglund, Senior Vice President & Chief Financial Officer, 4 Irving Place, New York, N. Y. 10003  
(Name of Officer, Title, Address)