

PSC NO: 15 ELECTRICITY LEAF: 133
COMPANY: CENTRAL HUDSON GAS & ELECTRIC CORPORATION REVISION: 2
INITIAL EFFECTIVE DATE: 08/01/06 SUPERSEDING REVISION: 1
Issued in Compliance with Order in C.05-E-0934 dated July 24, 2006

35. RETAIL ACCESS PROGRAM (Cont'd)

L. BACK OUT CREDIT

Customers served under Service Classification Nos. 1, 2, 3, 6 and 13 and taking service under the Retail Access Program will receive a Back Out Credit from Central Hudson. The Back Out Credit is designed to represent certain costs that Central Hudson no longer incurs to serve retail access customers. The Back Out Credit will appear as a separate line-item on eligible customers' bills and will be calculated by applying the appropriate credit rate to each eligible customer's energy deliveries (kWh). The Back Out Credit rates are as follows:

<u>Service Classification Nos.</u>	<u>Back Out Credit</u>
1, 6	(\$0.0040) per kWh
2 Non-Demand	(\$0.0040) per kWh
2 Demand	(\$0.0030) per kWh
3	(\$0.0020) per kWh
13	(\$0.0005) per kWh

Back Out Credits will not be provided after June 30, 2007.

M. RETAIL SUPPLIER CUSTOMER DEPOSITS AND PREPAYMENTS

Retail Suppliers are required to provide Central Hudson evidence of creditworthiness before the Retail Supplier may request customer deposits or prepayments from its customers. Satisfactory evidence is a sufficient bond rating from an independent rating agency for either the Retail Supplier or its parent, if the parent agrees to act as guarantor for the Retail Supplier.

Issued by: Arthur R. Upright, Senior Vice President, Poughkeepsie, New York