

PSC NO: 15 ELECTRICITY LEAF: 186.1
COMPANY: CENTRAL HUDSON GAS & ELECTRIC CORPORATION REVISION: 5
INITIAL EFFECTIVE DATE: 08/01/06 SUPERSEDING REVISION: 4
Issued in Compliance with Order in C.05-E-0934 dated July 24, 2006

SERVICE CLASSIFICATION NO. 3 (Cont'd)

LARGE POWER PRIMARY SERVICE (Cont'd)

MERCHANT FUNCTION CHARGE

The Merchant Function Charge, as described in General Information Section 36.E, shall apply to all electricity delivered under this Service Classification.

INCREASE IN RATES AND CHARGES

The rates and charges under this Service Classification, including the minimum charge, Customer Refund, System Benefits Charge, Renewable Portfolio Standard Charge, Purchased Power Adjustment, Miscellaneous Charges, Back Out Credit, energy supply charges under Special Provision 3.8, if applicable, and Merchant Function Charge, are increased pursuant to General Information Section 30 to reflect the tax rates applicable within the municipality where the customer takes service.

MINIMUM CHARGE

The Customer Charge plus the Basic Demand Charge.

DETERMINATION OF DEMAND

The Basic Active Demand will be the highest 15-minute integrated kilowatt demand established during the month for which the bill is rendered, but not less than 500 kilowatts.

The Reactive Demand will be the highest 15-minute integrated kilovoltamperes of lagging reactive demand established during the month less one-half of the highest 15-minute integrated kilowatt demand established during that month.

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