Received: 07/28/2017 Status: CANCELLED Effective Date: 06/25/2018

PSC NO: 12 GAS
COMPANY: CENTRAL HUDSON GAS & ELECTRIC CORPORATION

LEAF: 129.3
REVISION: 0

INITIAL EFFECTIVE DATE: 08/27/17 SUPERSEDING REVISION:

42. OTHER CHARGES AND ADJUSTMENTS (Cont'd)

H. Rate Adjustment Mechanism

The Rate Adjustment Mechanism ("RAM") factor is designed to recover the under-collected balances and carrying charges of the Commission approved Rate Adjustment Mechanism identified for each twelve month period beginning with the twelve months ending June 30, 2019. Such identified amounts will be recovered from all customers taking service under Service Classification Nos. 1, 2, 6, 11, 12, 13, 15 and 16

Cost recovery will be determined:

- 1. on an annual basis to be effective with the first billing batch in September;
- 2. separately for Service Classification Nos. 1, 12 and 16; 2, 6, 13 and 15; 11 DLM; 11 Transmission; and 11 Distribution;
- 3. when the annual under collection as of June 30 is equal to or greater than \$40,000, such that a factor can be developed for each service classification and sub-classification;
- 4. on a Ccf basis for all service classifications and sub-classifications:
- 5. for each service classification or sub-classification based on a delivery service revenue allocation, excluding any applicable surcharges;
- 6. with the rate per Ccf determined by dividing allocable costs by estimated billed Ccf deliveries over the collection period; and, by reconciling recoveries (eleven months actual, one month forecast) with allocable costs for each twelve month recovery period ending August 31 with any over or under recoveries included in the development of succeeding rates. Reconciliation amounts related to the one month forecast will be included in a subsequent rates determination.

The RAM factor will be stated in whole \$0.00001 per Ccf. Not less than fifteen days prior to a proposed change in the RAM factor, a statement showing the RAM factor and the effective date will be filed with the Public Service Commission apart from this Schedule.