

September 13, 2013

Hon. Kathleen H. Burgess Secretary New York State Public Service Commission 3 Empire State Plaza, 19<sup>th</sup> Floor Albany, New York 12223-1350

Re: PSL §18-a(6): New York State Assessment Surcharge (NYSA)

Dear Secretary Burgess:

In accordance with General Information Section 36.F of P.S.C. No. 15 – Electricity and General Information Section 42.D of P.S.C. No. 12 - Gas, the Statements listed below are filed to become effective October 1, 2013.

P.S.C. No. 15 – Electricity

Statement of New York State Assessment Surcharge NYSA – 11

P.S.C. No. 12 - Gas

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Central Hudson Gas & Electric Corporation ("the Company") herein files revised NYSA Statements. The rates on these statements incorporate the 2013-2014 Revised Assessment issued by the Department of Public Service on August 9, 2013, which reflects a 5.8% decrease in the electric assessment and a 26.5% decrease in the gas assessment. The rates also reflect a change in method for allocating the carrying charges among service classifications/sub-classifications from utilizing the May over/under collected balance, to tracking the carrying charges as they are recorded to match the accounting treatment for this item. Additionally, the rates reflect prior period correction to service classification/sub-classification allocations and assessments to reflect final assessments issued by the Department of Public Service for prior periods.

Work papers related to the factor development contained herein have been sent to Rosanne Maiello. Questions related to this letter should be directed to Linda VanEtten at 845-486-5554 or <a href="mailto:lvanetten@cenhud.com">lvanetten@cenhud.com</a> or Glynis Bunt at 845-486-5420 or <a href="mailto:gbunt@cenhud.com">gbunt@cenhud.com</a>.

Yours very truly,

Michael L. Mosher Vice President - Regulatory Affairs

**LETTNYSA**