

June 14, 2013

Hon. Jeffrey Cohen Acting Secretary New York State Public Service Commission Three Empire State Plaza Albany, NY 12223-1350

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

Dear Acting Secretary Cohen:

In accordance with General Information Section 36.F of P.S.C. No. 15 – Electricity, the Statement listed below is filed to become effective July 1, 2013.

P.S.C. No. 15 – Electricity

Statement of New York State Assessment Surcharge NYSA - 10

Central Hudson Gas & Electric Corporation ("the Company") has performed a reconciliation of the NYSA for the months of July 2012 through June 2013 (which includes an estimate for June 2013). The results of this reconciliation were combined with authorized carrying charges and the February 1, 2013 Revised Assessment issued by the Department of Public Service Director of Finance & Budget to develop new surcharge factors to be effective for the period July 1, 2013 through June 30, 2014 pursuant to the aforementioned sections of the Company's tariff. Pursuant to the provisions of the June 19, 2009 Order in Case 09-M-0311, the Company can maintain the factors that are currently in effect for all service classes except SC No. 9. The Company's total assessment requirements for the fiscal year ending June 2014 compared to the forecasted revenue that would be collected at the current surcharge rates indicates a surplus. The Company is therefore filing for a reduction in the surcharge rates for all service classes except SC No. 9 which will increase.

Work papers related to the aforementioned reconciliation and factor development 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>.

Yours very truly,

Michael L. Mosher Vice President - Regulatory Affairs

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