



September 30, 2015

Honorable Kathleen H. Burgess, Secretary
State of New York Public Service Commission
Three Empire State Plaza
Albany, New York 12223-1350

Re: Gas Factor of Adjustment

Dear Secretary Burgess:

Central Hudson Gas & Electric Corporation ("Central Hudson" or the "Company") hereby submits the proposed tariff amendment listed below to become effective November 1, 2015.

P.S.C. No. 12 - Gas

17th Revised Leaf No. 68

Pursuant to the Order in Case No. 14-G-0319, the factor of adjustment will exclude line pack and conversion values and will be calculated as the five-year average for the twelve months ending August 31st of each year and updated each year to be applicable to the period November 1 to October 31. Annual negative values when calculating the five-year average will be set to zero. Actual performance against the factor of adjustment will be determined utilizing a dead band of two standard deviations, limited to $\pm 0.5\%$, with the minimum for the bottom of the dead band set at 1.0000. The amendment listed above reflects the aforementioned update to the gas factor of adjustment. These changes are filed to become effective November 1, 2015.

Questions related to this filing should be directed to Linda VanEtten at (845) 486-5554 or Lvanetten@cenhud.com.

Yours very truly,

Michael L. Mosher
Vice President - Regulatory Affairs

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