

PSC NO: 12 GAS

STATEMENT TYPE: MFC

COMPANY: CENTRAL HUDSON GAS & ELECTRIC CORPORATION

STATEMENT NO: 1

INITIAL EFFECTIVE DATE: 07/01/07

Issued in Compliance with Order in C. 05-G-0935 dated May 18, 2007

STATEMENT OF MERCHANT FUNCTION CHARGE

MFC Administration Charge

The following charges are applicable to all natural gas deliveries under Service Classifications Nos. 1, 2, 6, 12, 13 and 16, excluding natural gas delivered by Central Hudson to customers purchasing their natural gas requirements from a Retail Supplier that is not participating in the Company's Purchase of Accounts Receivable Program, as described in General Information Section 41:

	Applicable to <u>S.C. Nos.</u>	MFC Administration <u>Charge per Ccf</u>
MFC-1	1, 12 & 16	\$0.00680
MFC-2	2, 6 & 13	\$0.00213

MFC Supply Charge

The following charges are applicable to all natural gas deliveries under Service Classification Nos. 1, 2, 6, 12, 13 and 16, excluding natural gas delivered by Central Hudson to customers purchasing their natural gas requirements from a Retail Supplier under the Company's Retail Access Program, as described in General Information Section 41:

	Applicable to <u>S.C. Nos.</u>	Base MFC Supply <u>Charge per Ccf</u>	Allocation of MFC Lost Revenue <u>Charge per Ccf</u>	Total MFC Supply <u>Charge per Ccf</u>
MFC-1	1, 12 & 16	\$0.01390	\$0.00101	\$0.01491
MFC-2	2, 6 & 13	\$0.00277	\$0.00143	\$0.00420

Transition Adjustment

The following charges are applicable to all natural gas deliveries under Service Classification Nos. 1, 2, 6, 12, 13 and 16:

	Applicable to <u>S.C. Nos.</u>	Transition Adjustment <u>per Ccf</u>
MFC-1	1, 12 & 16	\$0.00091
MFC-2	2, 6 & 13	\$0.00094

Issued by: Michael L. Mosher, Vice President, Poughkeepsie, New York