Received: 06/30/2009 Status: CANCELLED Effective Date: 07/01/2009

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

INITIAL EFFECTIVE DATE: 07/01/09

STATEMENT TYPE: MFC STATEMENT NO: 3

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, 15 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	MFC Administration	
	<u>S.C. Nos.</u>	Charge per Ccf	
MFC-1	1, 12 & 16	\$0.02536	
MFC-2	2, 6, 13 & 15	\$0.00372	

MFC Supply Charge

The following charges are applicable to all natural gas deliveries under Service Classification Nos. 1, 2, 6, 12, 13, 15 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:

			Allocation of	Total
	Applicable to	Base MFC Supply	MFC Lost Revenue	MFC Supply
	S.C. Nos.	Charge per Ccf	Charge per Ccf	Charge per Ccf
MFC-1	1, 12 & 16	\$0.01970	\$0.00174	\$0.02144
MFC-2	2, 6, 13 & 15	\$0.01523	\$0.00759	\$0.02282

Transition Adjustment

The following charges are applicable to all natural gas deliveries under Service Classification Nos. 1, 2, 6, 12, 13, 15 and 16:

	Applicable to S.C. Nos.	Transition Adjustment per Ccf
MFC-1	1, 12 & 16	\$0.00148
MFC-2	2, 6, 13 & 15	\$0.00380

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