PSC NO: 12 GASLEAF:8COMPANY: CENTRAL HUDSON GAS & ELECTRIC CORPORATIONREVISION:1INITIAL EFFECTIVE DATE:04/01/07SUPERSEDING REVISION:0Issued in compliance with Order in C.05-G-0935 dated July 24, 2006

<u>2. DEFINITIONS</u> (Cont'd)

A "service line" shall mean a piping, including associated metering and pressure reducing appurtenances, that transports gas below grade from a main to the first accessible fitting inside the wall of a customer's building when a meter is located within the building; if a meter is located outside the building, the service line will be deemed to terminate at the outside of the building foundation wall.

"Customer Buying Group" is a group of customers formed for the sole purpose of transporting gas under the Company's aggregated transportation tariff.

"Company's Calendar of Gas Transportation Scheduling" is a schedule which indicates when information pertaining to transportation gas is to be made available. The Calendar is sent to all transportation customers each December.

"Core Market Customer" is a customer who lacks alternatives to natural gas or chooses not to utilize alternatives to natural gas. If a customer chooses to be a core customer for a specific application or end-use, such application must be separately metered. Service to core customers is provided under Service Classification Nos. 1, 2, 6, 11, 12 and 13.

"Non-Core Market Customer" is a customer who has and chooses to utilize alternatives to natural gas. If a customer chooses to be a non-core customer for a specific application or end-use, such application must be separately metered. Service to non-core customers is provided under Service Classification Nos. 8 and 9.

"Maximum Daily Quantity" - (MDQ) is the maximum volume of gas the Company is obligated to accept on behalf of a transportation customer during the twenty four hour period beginning at 10:00 a.m. Eastern Standard Time each day.

"Streaming Transaction" is the arrangement by the Company for specific gas supplies dedicated to an individual customer, customer buying group or market.

"Upstream Capacity Assignment" is the assignment of transportation capacity on upstream pipeline(s) which is available to the Company for other parties.

"Total Contract Quantity" - (TCQ) is the amount of pipeline capacity required to be obtained by a Retail Supplier serving customers on Service Classification Nos. 6, 12 and 13, excluding any applicable Alternate Capacity Requirements as more fully described in General Information Section 41.

"Daily Contract Quantity Forecast (Burnertip)" - (DCQ_{forecast}) is the volume of gas, expressed in Ccf, to be delivered to the Company on a daily basis on behalf of a transportation customer as specified by the Company: (Number of days in month times non-heat factor plus the normal monthly degree days times the heat factor) divided by the number of days in the month.

"Daily Contract Quantity Actual (Burnertip)" - (DCQ_{actual}) is an estimate of the volume of gas, expressed in Ccf, delivered to the Company on a daily basis based on the actual number of degree days: (Number of days in month times non-heat factor plus the actual monthly degree days times the heat factor) divided by the number of days in the month.

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