

PSC NO: 12 GAS LEAF: 114
COMPANY: CENTRAL HUDSON GAS & ELECTRIC CORPORATION REVISION: 2
INITIAL EFFECTIVE DATE: 04/01/07 SUPERSEDING REVISION: 1
Issued in compliance with Order in C.05-G-0935 dated July 24, 2006

41. RETAIL ACCESS PROGRAM (Cont'd)

G. NATURAL GAS SUPPLY REQUIREMENT

Prior to the beginning of the month Central Hudson will provide the Retail Supplier (1) the Daily Contract Quantity Forecast ($DCQ_{forecast}$), expressed in Ccf, for each customer taking service from the Retail Supplier, (2) the Aggregated Daily Contract Quantity Forecast ($ADCQ_{forecast}$) expressed in dekatherms, equal to the sum of the $DCQ_{forecast}$ for all aggregation customers being served by the Retail Supplier multiplied by the factor of adjustment and converted from Ccf to Dth using the twelve month system average BTU conversion factor, (3) the Total Contract Quantity (TCQ) expressed in dekatherms, representing the amount of pipeline capacity required to serve the peak day requirements of the Retail Supplier's aggregated pool of customers, and (4) any applicable Alternate Capacity Requirements (ACR) as more fully described in this section, below. This information will be available by the date specified on Central Hudson's Calendar of Natural Gas Transportation Scheduling, as defined in General Information Section 2. The Retail Supplier will provide a natural gas nomination to Central Hudson by the date specified on Central Hudson's Calendar of Natural Gas Transportation Scheduling.

The Retail Supplier must deliver to Central Hudson on each day of the month, at predetermined interconnection points, the $ADCQ_{forecast}$. In the event of a period of peak weather conditions, or other system emergencies, Central Hudson may increase the volume of natural gas to be delivered up to the TCQ. Retail Suppliers will be given forty-eight (48) hour notice of the need to increase deliveries.

A Retail Supplier may obtain the upstream capacity needed to meet the TCQ delivery requirements and any applicable ACR by either taking assignment of the upstream capacity under contract to Central Hudson or purchasing the capacity from a third party supplier.

Retail Suppliers relying on capacity from a third party supplier must obtain from the Company the citygate delivery points that are operationally acceptable to the Company.

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