

PSC NO: 15 ELECTRICITY LEAF: 131
COMPANY: CENTRAL HUDSON GAS & ELECTRIC CORPORATION REVISION: 2
INITIAL EFFECTIVE DATE: 08/01/06 SUPERSEDING REVISION: 1
Issued in Compliance with Order in C.05-E-0934 dated July 24, 2006

35. RETAIL ACCESS PROGRAM (Cont'd)

J. NEW DELIVERY CUSTOMER REQUIREMENTS

New delivery customers must be accepted by the Company before service may commence; any conditions set forth in the appropriate General Information Section of the tariff for the initiation of service must be met;

Any fees, deposit requirements, or other charges identified in the appropriate General Information Section of the tariff will apply before initiation of service to new delivery customers;

Services will commence after all connections are complete in accordance with provisions of the appropriate General Information Section of the tariff;

The meter reading at the time of the initial hook-up will be used to establish the commencement date/time.

K. REIMBURSEMENT TO RETAIL SUPPLIER FOR ANCILLARY SERVICES

Central Hudson will reimburse Retail Suppliers/Direct Customers for certain NYISO defined ancillary services, as more particularly described below, and NYPA Transmission Access Charges (NTAC). Such reimbursement will be for costs incurred on and after February 1, 2002 and prior to July 1, 2007, and will include only those costs Retail Suppliers/Direct Customers incur, either from the NYISO or another ancillary services provider, as a result of providing service to customers pursuant to Central Hudson's Retail Access Program.

(a) Central Hudson will reimburse Retail Suppliers/Direct Customers for the following NYISO defined ancillary services:

1. Scheduling, System Control, Dispatch, Local Reliability Related Uplift Charge, NYISO Wide Uplift Charge and residual adjustments (Schedule 1);
2. Reactive Supply and Voltage Control (Schedule 2);
3. Regulation and Frequency Response (Schedule 3);

Issued by: Arthur R. Upright, Senior Vice President, Poughkeepsie, New York