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PSC NO: 12 GAS LEAF: 186
COMPANY: CENTRAL HUDSON GAS & ELECTRIC CORPORATION REVISION: 7

INITIAL EFFECTIVE DATE: 08/01/06 SUPERSEDING REVISION: 5

Issued in Compliance with Order in C.05-G-0935 dated July 24, 2006

SERVICE CLASSIFICATION NO. 12

AGGREGATED FIRM TRANSPORTATION RATE - RESIDENCE

APPLICABLE TO USE OF SERVICE FOR

This rate schedule is available to customers who would otherwise qualify for service under Service Classification No. 1, and who are party to a customer buying group which has the capability of consuming 50,000 Ccf or greater per year. This rate schedule allows for firm transportation service by the Company of customer-owned gas, which the customer buying group has arranged to have transported to a delivery point at the boundary of the Company's service area. This service shall be available to existing firm customers providing the Company has sufficient year-round distribution capacity to transport the gas and providing that customer-owned volumes to be transported are at least 50,000 Ccf per year.

Service is to be provided under an agreement as included in General Information, Section 41.

| MONTHLY RATE per 100 CUBIC FEET (Ccf) | Effective August 1, 2006 | Effective July 1, 2007 |
|---------------------------------------|-----------------------------|---------------------------|
| MONIALI RAIL PET 100 COBIC FEET (CCT) | August 1, 2000 | <u>oury 1, 2007</u> |
| First 2 Ccf or Less | \$14.00 | \$14.00 |
| Next 48 Ccf | \$0.4620 | \$0.5284 |
| Additional Gas, Per Ccf | \$0.2892 | \$0.3300 |

INCREASE IN RATES AND CHARGES

Transportation Demand Adjustment

In addition to the Monthly Rate, Customers taking service under Service Classification No. 12 will be charged a rate per 100 cu. ft. equal to the sum of the Balancing Adjustment and Propane Service, as defined below. The above charges shall be adjusted for pipeline credits, the Capacity Release Credit, the Interruptible Sales Credit, the Gas Research and Development Surcharge and Back Out Credit as defined in General Information, Section 27.

(1) The Balancing Adjustment will be equal to zero.

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