

PSC NO: 12 GAS
COMPANY: CENTRAL HUDSON GAS & ELECTRIC CORPORATION
INITIAL EFFECTIVE DATE: 8/30/08

LEAF: 72
REVISION: 6
SUPERSEDING REVISION: 5

27. ADJUSTMENT OF RATES IN ACCORDANCE WITH CHANGES IN THE COST OF GAS (Cont'd)

Annual Surcharge or Refund (Cont'd)

Interim refunds or surcharges during the 12-month period ended August 31 will be permitted for the purpose of preventing large over-collection or under-collection balances from accruing at August 31. The methodology used to determine the amount of over-collection or under-collection and the method of refund or surcharge will be determined by the Company and filed with the Commission.

Capacity Release Credit

Eighty five percent (85%) of the credits received from upstream pipelines resulting from upstream capacity assignments and streaming transactions will be credited to customers taking service under Service Classification Nos. 1, 2, 6, 12 and 13.

Interruptible Sales Credit or Surcharge

If the monthly net of fuel revenues from the customers taking service under Service Classification Nos. 8, 9 and 14, excluding monthly customer charges billed under Service Classification No. 9, differs significantly from 1/12 of the annual imputation of \$1,000,000, the Company may refund or surcharge, as appropriate, the difference through the Gas Supply Charge in a subsequent month.

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

Cancelled by supplement No. 33 effective 06/24/2009

Suspended to 06/28/2009 by order in Case 08-G-0888. See Supplement No. 32. The supplement filing date was 12/17/2008

Suspended to 12/27/2008 by order in Case 08-G-0888. See Supplement No. 31. The supplement filing date was 08/27/2008