

PSC NO: 15 ELECTRICITY

LEAF: 132.1

COMPANY: CENTRAL HUDSON GAS & ELECTRIC CORPORATION

REVISION: 1

INITIAL EFFECTIVE DATE: 02/01/2006

SUPERSEDING REVISION: 0

35. RETAIL ACCESS PROGRAM (Cont'd)

(c) (cont'd)

Three months after the initial reimbursement, or upon receipt of all meter readings for the Retail Supplier's/Direct Customer's accounts, whichever is later, Central Hudson will reconcile each component of the initial reimbursement to reflect the Retail Supplier's/Direct Customer's actual kWh load. Any such calculated reconciliation will be reflected in the payment of the next monthly initial reimbursement, or through a separate payment if the Retail Supplier/Direct Customer is no longer providing service pursuant to the Company's Retail Access Program.

(d) Each Retail Supplier/Direct Customer shall provide Central Hudson with an invoice for ancillary services purchased through providers other than the NYISO on or before the close of business on the ninth calendar day of the month following the month in which ancillary service charges are incurred. Each invoice must detail the load (kWh), rate per kWh and total charge for each ancillary service for which reimbursement is requested. Reimbursement for each ancillary service will be limited to the lesser of the actual invoice amount or one-hundred ten percent (110%) of the rate per kWh incurred by Central Hudson for the same NYISO provided ancillary service.

(e) Central Hudson will make payments to each Retail Supplier/Direct Customer on or before the fifteenth calendar day of the month. Such payments will be made by electronic fund transfer unless another payment method has been established. Payment on or before the fifteenth calendar day of the month is contingent upon receiving both the estimated scheduled load and/or detailed invoice on or before the third business day and ninth calendar day, respectively.

(f) Central Hudson reserves the right to periodically review this reimbursement process and modify the policies and procedures of this process through additional tariff filings.

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