PSC NO: 12 GASLEAF: 173.4COMPANY: CENTRAL HUDSON GAS & ELECTRIC CORPORATIONREVISION:INITIAL EFFECTIVE DATE: 01/01/06SUPERSEDING REVISION:Issued in compliance with Order in C.04-G-0463 dated November 29, 2005

SERVICE CLASSIFICATION NO. 9 (Cont'd)

INTERRUPTIBLE TRANSPORTATION/STANDBY SALES SERVICE RATE (Cont'd)

RATE (Cont'd)

- 2. <u>Balancing: Charges for Over- and Under-Deliveries</u> (Cont'd)
- B. <u>Monthly Balancing</u> (Cont'd)
 - II. <u>Under-deliveries</u>

If there is an under-delivery at the end of the month, the underdelivered volumes will be sold to the customer by the Company at a rate equal to one hundred ten percent (110%) of the rate for service rendered at the appropriate interruptible sales rate under Service Classification No. 8. In the event that the assignable cost of gas changes significantly during the month, the Company may change the rate upon not less that 24 hours notice. A new rate statement shall be filed, as soon as practicable, with the Public Service Commission.

MINIMUM CHARGE

The Customer Charge.

INCREASE IN RATES AND CHARGES

1. Commencing January 1, 1996, in addition to the applicable transportation charges under this Service Classification, customers shall also be charged a surcharge in accordance with the New York State Public Service Commission's Order issued November 30, 1995, in Case 88-G-062 concerning the collection of take or pay costs. The surcharge is designed to collect over a twenty-four (24) month period the remaining uncollected balance of the take or pay costs incurred by the Company. The Take or Pay Surcharge will be shown on the monthly filed Statement of Gas Transportation Rates. The Take or Pay Surcharge will be reconciled for the twelve month period ended December 31 of each year.