

PSC NO: 12 GAS

LEAF: 205

CENTRAL HUDSON GAS &amp; ELECTRIC CORPORATION

REVISION: 0

INITIAL EFFECTIVE DATE: 11/01/03

SUPERSEDING REVISION:

Issued in Compliance with Order in C. 02-M-0515 dated April 24, 2003

SERVICE CLASSIFICATION NO. 15DISTRIBUTED GENERATION COMMERCIAL AND INDUSTRIALBALANCING PROVISIONS - Applicable to Customers Purchasing Third Party Supplies

## 1. Excess Deliveries

- a. Daily deliveries, less line losses, in excess of the Customer's daily requirements will be subject to the following charges:

First 10%	No Charge
Next 10%	\$0.100 per 100 Cu. Ft. of excess
Remaining excess	\$0.500 per 100 Cu. Ft. of excess

- b. In the event that the excess deliveries occur during a period when the Company or the delivering upstream pipeline has issued an operational flow order the Customer will be charged all penalties incurred by the Company as a result of the excess deliveries in addition to the charges described above.
- c. All excess deliveries will be carried forward to the billing period immediately following and shall be considered the first customer-owned gas used in the billing period.
- d. All Excess Delivery charges discussed above are in addition to the charges for service under this tariff.

## 2. Under-deliveries

- a. Daily deliveries, less line losses, below the Customer's daily requirements will be subject to the following charges:

First 10%	- Daily Weighted Average Cost of System Supplies
Next 10%	- 110% of the Daily Weighted Average Cost of System Supplies
Remaining	- Highest priced gas delivered to Central Hudson's System

- b. In the event that the under-deliveries occur during a period in which the Company or the delivering pipeline has issued an operational flow order, the Customer will be assessed a charge of \$2.50 per 100 Cu. Ft. of the under delivery in addition to the charges described above.

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