PSC NO: 15 ELECTRICITYLEAF: 186.1COMPANY: CENTRAL HUDSON GAS & ELECTRIC CORPORATIONREVISION: 2INITIAL EFFECTIVE DATE: 10/01/05SUPERSEDING REVISION: 0Issued in Compliance with Order in C.03-E-0188 dated September 24, 2004

SERVICE CLASSIFICATION NO. 3 (Cont'd)

LARGE POWER PRIMARY SERVICE (Cont'd)

MARKET PRICE CHARGE AND MARKET PRICE ADJUSTMENT

The provisions of the Company's Market Price Charge and Market Price Adjustment, as described in General Information Section 29, shall apply to electricity provided and sold by the Company under this Service Classification. Customers participating in the Retail Access Program as described in General Information Section 35 shall not be subject to these charges.

INCREASE IN RATES AND CHARGES

The rates and charges under this Service Classification, including the minimum charge, Customer Refund, System Benefits Charge, Renewable Portfolio Standard Charge, Purchased Power Adjustment, Miscellaneous Charges, Back Out Credit, Market Price Charge and Market Price Adjustment, are increased pursuant to General Information Section 30 to reflect the tax rates applicable within the municipality where the customer takes service.

MINIMUM CHARGE

The Customer Charge plus the Basic Demand Charge.

DETERMINATION OF DEMAND

The Basic Active Demand will be the highest 15-minute integrated kilowatt demand established during the month for which the bill is rendered, but not less than 500 kilowatts.

The Reactive Demand will be the highest 15-minute integrated kilovoltamperes of lagging reactive demand established during the month less one-half of the highest 15-minute integrated kilowatt demand established during that month.