

PSC NO: 12 GAS

LEAF: 169

COMPANY: CENTRAL HUDSON GAS & ELECTRIC CORPORATION

REVISION: 4

INITIAL EFFECTIVE DATE: 07/12/04

SUPERSEDING REVISION: 3

SERVICE CLASSIFICATION NO. 8 (Cont'd)INTERRUPTIBLE RATE (Cont'd)SPECIAL PROVISIONS (Cont'd)

- 8.2 Service supplied under this classification shall be subject to interruption prior to interruption of service supplied under Service Classification No. 2, and have priority over Service Classification No. 9.
- 8.3 The Company shall not be obligated to interrupt or curtail service simultaneously to all or within interruptible customer categories under this classification.
- 8.4 On or before the 10th day of each month the Company shall determine the rate per 100 cu. ft. to be charged for the next calendar month under this Service Classification.
- 8.5 If the Company curtails service and the Customer is not able to meet requirements of the curtailment, the Company will charge the Customer a curtailment charge for all gas consumed by the Customer until the Customer is able to meet the requirements of a curtailment. The curtailment charge for all gas consumed will be \$2.50 per Ccf plus the highest price of the natural gas purchased by Central Hudson during the curtailment.
- 8.6 If the customer fails to meet the alternate fuel reserve requirement, the Company will charge the customer the greater of 130% of the market price of the customer's alternate fuel or 110% of the applicable tariff rate for natural gas service for all gas consumed. The alternate fuel market price will be as published in Platt's Oil Gram US Market Scan or on Bloomberg's Energy Online platform. The curtailment charge is effective for the billing period during which the noncompliance becomes known and for any subsequent periods during which noncompliance continues.
- 8.7 Prior to November 15 of each year, the Company will institute an annual system curtailment. Customers will be notified by registered mail that the Company will be conducting a system curtailment. The notification letter will also request information concerning the Customer's alternate fuel supply and arrangements for deliveries during actual curtailment periods. Customers must reply to the request for information within thirty (30) days of receipt. Failure to reply will subject the Customer to the Company's curtailment charge. In addition, if for any reason the Customer is not able to curtail usage during the annual system curtailment, the Customer will be subject to the Company's curtailment charge, as described above, for all gas consumed by the Customer until the Customer is able to meet the requirements of a curtailment.

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