

PSC NO: 15 ELECTRICITY LEAF: 272.4
COMPANY: CENTRAL HUDSON GAS & ELECTRIC CORPORATION REVISION: 2
INITIAL EFFECTIVE DATE: 07/01/04 SUPERSEDING REVISION: 1
Issued in Compliance with Order in C. 02-E-1108 Dated December 4, 2003

SERVICE CLASSIFICATION NO. 14 (Cont'd)

STANDBY SERVICE (Cont'd)

CONTRACT DEMAND

A customer will have the option of:

- 1) establishing their own Contract Demand, and providing this nomination in writing to the Company at least ten (10) days prior to the first day of the customer's next billing cycle, for existing customers, or at least ten (10) days prior to commencing service, for new customers; or
- 2) accepting a Contract Demand established by Central Hudson in accordance with the following:
 - (a) In the case of an existing customer, the Contract Demand shall initially be set at the maximum metered demand over the previous twelve (12) months;
 - (b) In the case of a new customer, the Contract Demand shall be determined by assessing the nameplate rating of the equipment to be served, and projecting the coincidence and diversity of the new customer's load. The Contract Demand so determined shall be provided to the customer, in writing, at least ten (10) days prior to the customer commencing service.

The Contract Demand may be increased by the customer at any time with written notice to the Company. Such notice must be provided at least ten (10) days prior to the first day of the customer's next billing cycle.

The monthly demand will be the highest 15-minute integrated kilowatt demand established during the monthly period for which a bill is rendered. For all instances where the customer's actual metered monthly demand exceeds the customer's Contract Demand, the customer's Contract Demand will be increased to the new peak. If, in any given billing month, there is a failure in meter data acquisition that results in the failure to measure the actual monthly peak demand, the Contract Demand shall be used for billing and recording purposes.

If the customer demonstrates that electricity-producing equipment has been removed or disabled in place or appropriate load limiting devices are installed and operated, the Contract Demand may be reduced upon written request from the customer and written acknowledgment of the request from the Company, except that if the Company does not accept or reject the request within ten (10) days of its receipt, the request shall be deemed granted. Such notice must be provided at least ten (10) days prior to the first day of the customer's next billing cycle.

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