

PSC NO: 12 GAS

LEAF: 181.2

COMPANY: CENTRAL HUDSON GAS & ELECTRIC CORPORATION

REVISION: 0

INITIAL EFFECTIVE DATE: 12/01/05

SUPERSEDING REVISION:

SERVICE CLASSIFICATION NO. 11 (Cont'd)**FIRM TRANSPORTATION - Core** (Cont'd)**RATE** (Cont'd)2. **Charges for Over- and Under- Deliveries** (Cont'd)C. **Under-deliveries - Daily**

If on any day a customer's under-delivery is greater than 10% of a customer's actual usage, the under-delivered volumes in excess of 10% will be sold to the customer by the Company at the rates set forth below. The Index Price used to determine the applicable rate shall be equal to the "Midpoint" rate of the higher of "Transco, zone 6 N.Y." and "Iroquois, zone 2" receipt points as published in Platt's Gas Daily in the table "Daily Price Survey" under the Citygates heading.

For Under-deliveries	Rate
> 10% up to and including 15%	110% of Index Price
> 15% up to and including 20%	115% of Index Price
> 20% - Winter	140% of Index Price
> 20% - Summer	130% of Index Price

D. **Under-deliveries - Monthly**

If on any day the cumulative under-delivery exceeds 125% of the MDQ, the cumulative under-delivered volumes in excess of 125% of the MDQ will be sold to the customer by the Company at a rate equal to 110% of the daily Index Price for that date as specified above. If there is an under-delivery at the end of the month, the under-delivered volumes will be sold to the customer by the Company at a rate equal to 110% of the monthly average of the "Midpoint" rate of the higher of "Transco, zone 6 N.Y." and "Iroquois, zone 2" receipt points as published in Platt's Gas Daily in the table "Daily Price Survey" under the Citygates heading.

The Customer shall undertake all reasonable efforts to provide the Company with accurate nominations of the customer-owned gas and to balance nominations, deliveries and use of such customer-owned gas.

Any penalty amount paid by the customer shall not be construed as giving the customer the right to continue to use excess gas.

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