

..DID: 10593
..TXT: PSC NO: 15 ELECTRICITY LEAF: 106
COMPANY: CENTRAL HUDSON GAS & ELECTRIC CORPORATION REVISION: 0
INITIAL EFFECTIVE DATE: 02/01/00 SUPERSEDING REVISION:
STAMPS:
Cancelled by 2 Rev. Leaf No. 106 Effective 02/01/2001
RECEIVED: 12/01/99 STATUS: Cancelled EFFECTIVE: 02/01/00

**29. ADJUSTMENT OF CHARGES IN ACCORDANCE WITH CHANGES
IN THE COST OF FUEL, INCLUDING ECONOMY ENERGY** (Cont'd)

Adjusted Average Cost of Fuel (Cont'd)

difference exceeds \$10,000,000 but is less than or equal to \$20,000,000 the adjusted average cost of fuel shall be equal to the actual average cost of fuel plus ten percent of the variation from that month's forecast. If the accumulated difference exceeds \$20,000,000 the adjusted average cost of fuel shall be equal to the actual average cost of fuel. In any month in which the accumulated differences crosses the \$10,000,000 or \$20,000,000 threshold a pro-rata percentage of variation shall be added to the actual average cost of fuel in determining the adjusted average cost of fuel. Adjustments to the actual average cost of fuel will be made in whole \$.00001 amounts.

The adjusted average cost of fuel as described above will be used in the determination of the adjustment per Kwh. to be applied to purchases from qualifying on-site generation facilities under Service Classification No. 10.

To the extent that the accumulated difference between forecast and actual total fuel and purchased power costs is positive and results in positive adjustments to the actual costs of fuel and purchased power recoverable from the Company's own customers, such positive adjustments shall be excluded from any determination of Company earnings in excess of the level allowed by the Public Service Commission as contemplated in any of the provisions of Section 66, Subsection 20 of the Public Service Law of the State of New York.

Net Adjusted Average Cost of Fuel

For each calendar month commencing in August 1987 an adjustment shall be made to the adjusted average cost of fuel, except for energy purchased from on-site generation facilities under Service Classification No. 10, to reflect variations from a forecast of total net revenue (exclusive of fuel cost and related revenue taxes) from sales for resale other than borderline sales, and from the transmission of energy. This adjustment shall be credited to the adjusted average cost of fuel to determine the net adjusted average cost of fuel.

For each calendar month, this adjustment shall be calculated by subtracting the actual total net revenue from sales for resale and transmission of energy from the corresponding forecast. Twenty percent of the difference so obtained shall be added to the actual net revenue from sales for resale and transmission of energy. This dollar amount shall then be divided by the actual own use output, including energy purchased from suppliers on behalf of Service Classification No. 13 customers served under Special Provision 13.7 (EVOP), for the calendar month to derive a credit per kilowatthour. This credit shall be applied to the adjusted average cost of fuel, in whole \$.00001 amounts per kilowatthour.

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