

PSC NO: 15 ELECTRICITY

LEAF: 106.1.12

COMPANY: CENTRAL HUDSON GAS & ELECTRIC CORPORATION

REVISION: 0

INITIAL EFFECTIVE DATE: 07/01/2022

SUPERSEDING REVISION:

Issued in Compliance with Order in 20-M-0266, et al dated June 16, 2022

29. ENERGY COST ADJUSTMENT MECHANISM (Cont'd)**Miscellaneous Charges Factor (Cont'd)****Arrears Reduction Program Surcharge ("ARP")**

The ARP factor is designed to recover the costs and associated carrying charges related to phase one of the Arrears Reduction Program pursuant to the June 16, 2022 Order in Case 20-M-0266 and further described in General Information Section 36.D from all delivery customers served under this schedule.

Cost recovery will be determined:

1. over a 12-month period;
2. to be effective with the first billing batch in August 2022;
3. for each service classification or sub-classification;
4. on a kWh basis for non-demand customers and on a kW basis for demand customers;
5. based on the allocation of uncollectable costs from the Company's most recently filed embedded cost of service study;
6. with the rate per kWh or kW determined by dividing the allocable costs by estimated billed kWh deliveries and kW demand over the collection period; and,
7. at the end of the 12-month recovery period, a reconciliation of recoveries over the twelve months ending July 2023 to actual credits provided and associated carrying charges will be included in the development of a succeeding rate effective September 2023

The ARP factor will be stated in whole \$0.00001 per kWh or \$0.01 per kW. For billing purposes, cost recovery for non-demand customers will be included in the Miscellaneous Charges, with the combined amount shown as one line item on customer bills. Cost recovery for demand customers will be through the Miscellaneous Charges II, a separate line item on customer bills. Not less than three business days prior to a proposed change in the ARP factor, a statement showing the ARP factor and the effective date will be filed with the public service commission apart from this schedule.