

PSC NO: 12 GAS
COMPANY: CENTRAL HUDSON GAS & ELECTRIC CORPORATION
INITIAL EFFECTIVE DATE: 07/01/22
Issued in Compliance with Order in 20-M-0266, et.al dated June 16, 2022

LEAF: 129.3.1.1
REVISION: 0
SUPERSEDING REVISION:

42. OTHER CHARGES AND ADJUSTMENTS (Cont'd)

K. 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 42.A from all delivery customers served under this schedule. Recovery will be over a 12-month period commencing with the first billing batch of August 2022 and will be on a Ccf basis with rates determined for each service classification based on the allocation of uncollectible costs from the Company's most recently filed embedded cost of service study divided by the forecast of Ccf over the recovery period and applied to all deliveries on the bills of all customers served under SCs 1, 2, 6, 11, 12, 13, 15, and 16.

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 Ccf. For billing purposes, the MISC line item on customer bills will include the ARP factor as described above. 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.