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PSC NO: 12 GAS LEAF: 72

COMPANY: CENTRAL HUDSON GAS & ELECTRIC CORPORATION
INITIAL EFFECTIVE DATE: 07/01/18

REVISION: 12
SUPERSEDING REVISION: 10

Issued in Compliance with Order in C. 17-G-0460 dated June 14, 2018

27. ADJUSTMENT OF RATES IN ACCORDANCE WITH CHANGES IN THE COST OF GAS (Cont'd)

Annual Surcharge or Refund (Cont'd)

Interim refunds or surcharges during the 12-month period ended August 31 will be permitted for the purpose of preventing large over-collection or under-collection balances from accruing at August 31. The methodology used to determine the amount of over-collection or under-collection and the method of refund or surcharge will be determined by the Company and filed with the Commission.

Capacity Release Credit

Eighty five percent (85%) of the credits received from upstream pipelines resulting from upstream capacity assignments and streaming transactions will be credited to customers taking service under Service Classification Nos. 1, 2, 6, 12 and 13.

Back Out Credit/Surcharge

By Commission Order in Case 05-G-0935, the Company will reduce the delivery charges to customers operating under Service Classification Nos. 6, 12 and 13 by \$0.015 per Ccf until June 30, 2007. The net reduction in delivery charges to these customers will be collected from customers taking service under Service Classification Nos. 1 and 2 through a surcharge included in the monthly Gas Supply Charge.

Incremental Capacity Cost

By Commission Order in Case 14-G-0062, the Company will continue to recover, through the GSC and Transportation Demand Adjustment (TDA) mechanisms, the incremental cost resulting from the difference between the amount paid by the Company for the transportation of gas through the United States Military Academy and the amount included in the Company's approved revenue requirement.

Issued by: Anthony S. Campagiorni, Vice President, Poughkeepsie, New York