

PSC NO: 15 ELECTRICITY LEAF: 272.17
COMPANY: CENTRAL HUDSON GAS & ELECTRIC CORPORATION REVISION: 2
INITIAL EFFECTIVE DATE: 12/23/15 SUPERSEDING REVISION: 1
Issued in Compliance with Order in C. 14-E-0488 Dated November 25, 2015

SERVICE CLASSIFICATION NO. 14 (Cont'd)

STANDBY SERVICE (Cont'd)

SPECIAL PROVISIONS (Cont'd)

14.9 Standby Rate Exemptions for Certain Combined Heat and Power Systems

A customer who installs a new combined heat and power (CHP) system

- (1) on or after June 1, 2015 and before May 31, 2019;
- (2) with a capacity greater than 1 MW and less than 15 MW; and,
- (3) that would otherwise be subject to the standby rates of this Service Classification shall have the option of (a) a one-time exemption from the standby rates of this Service Classification by taking service at the standard rates of the applicable Parent Service Classification; or (b) service at the standby rates of this Service Classification.

A customer meeting the aforementioned requirements is required to install, at the customer's expense, a revenue grade, interval meter to measure generation output with telecommunications capability at their on-site facility. The interval meter must be compatible with the Company's metering infrastructure, and the customer must provide and maintain all meter communications services. In cases where the Company is unable to read the meter through the customer provided telecommunications equipment, and the Company has determined that the problem is not caused by the Company's equipment, the customer will be assessed an \$80.00 on-site meter reading charge each meter reading cycle until the condition is corrected.

A customer meeting the aforementioned requirements will have the opportunity to exercise between June 1, 2015 and May 31, 2019, inclusive, a one-time election to be exempt from the standby rates of this Service Classification. Once elected (a) such exemption will be effective for four years running from the in-service date of the system, or (b) the customer may exercise the option to exit the exemption one time prior to the end of its four-year exemption period.

Upon expiration of the exemption or exercise of the option to exit the exemption, the customer will be subject to the standby rates of this Service Classification as they may be modified or superseded as approved by the Public Service Commission.

Issued by: Michael L. Mosher, Vice President, Poughkeepsie, New York