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PSC NO: 15 ELECTRICITY LEAF: 163.5.45 COMPANY: CENTRAL HUDSON GAS & ELECTRIC CORPORATION REVISION: 1 INITIAL EFFECTIVE DATE: 06/01/16 SUPERSEDING REVISION: 0

Issued in Compliance with Order C. 15-E-0186 dated May 23, 2016

44. COMMERCIAL SYSTEM RELIEF PROGRAM (Cont'd)

G. Reservation Payment Option (Cont'd)

The payment rate is \$4.00 per kW per month in months in which, as of the last day of such month, the company asked the Direct Participant or Aggregator to provide Load Relief for four or fewer cumulative Planned Events since the current Capability Period commenced.

The payment rate is \$5.00 per kW per month commencing in the month in which, as of the last day of such month, the Company asked the Direct Participant or Aggregator to provide Load Relief for five or more cumulative Planned Events since the current Capability Period commenced.

The Reservation Payment per month is equal to the applicable Reservation Payment rate per kW per month multiplied by the kW of contracted Load Relief multiplied by the Performance Factor.

b. Payment for Participation during Unplanned Events

A Direct Participant or Aggregator will receive payment for performance during each Unplanned Event, provided the Company can verify that the Direct Participant or Aggregator provided Load Relief.

The payment rate is equal to \$0.50 per kWh for a Load Relief Period in which Load Relief was provided for each hour during the Load Relief Period.

c. Performance Payments for Load Relief

Except as specified in section I, the Company will make a payment to a Direct Participant or Aggregator who provides Load Relief during a Planned Event or Test Event.

The Performance Payment amount paid per event is equal to the Performance Payment rate of \$0.25 per kWh multiplied by the average hourly kWh of Load Relief provided during the event multiplied by the number of event hours.

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