

PSC NO: 15 ELECTRICITY

LEAF: 163.5.3

COMPANY: CENTRAL HUDSON GAS & ELECTRIC CORPORATION

REVISION: 4

INITIAL EFFECTIVE DATE: 7/1/2014

SUPERSEDING REVISION: 2

Issued in Compliance with Order issued and effective June 18, 2014 in Case 09-M-0311

36. OTHER CHARGES AND ADJUSTMENTS (Cont'd)**F. New York State Assessment (NYSA)**

The New York State Assessment (NYSA) is designed to recover the Temporary State Energy and Utility Service Conservation Assessment pursuant to Public Service Law (PSL) Section 18-a(6) as implemented by Chapter 59 of the Laws of 2009, and amended by Chapter 59 of the Laws of 2013 and Chapter 57 of the Laws of 2014, and as authorized by Commission Orders in Case 09-M-0311 dated June 19, 2009 and June 18, 2014. As authorized by the Commission, for each twelve-month period commencing July 1, 2009 through July 1, 2016, the NYSA will collect the amount assessed to the Company under PSL Section 18-a(6) in excess of the amount reflected in base rates for the corresponding State Fiscal Year (April 1 - March 31), including an allowance for uncollectibles. The last assessment to the Company under PSL Section 18-a(6) in excess of the amount reflected in base rates for the State Fiscal Year of April 1, 2017 through March 31, 2018, including an allowance for uncollectibles, will be collected from customers over the six month period of July 1, 2017 through December 31, 2017. Effective with the first billing batch of 2018, the NYSA surcharge rates will be set to zero (0).

The NYSA will be applied to the bills of all customers taking service under Service Classification Nos. 1, 2, 3, 5, 6, 8, 9, 13 and 14. The NYSA applicable to customers taking service under Service Classification No. 14 will be the NYSA applicable to their parent service classification (the service classification that the customer would otherwise qualify for based on the customer's usage characteristics).

Effective July 1, 2009 a uniform NYSA will be applicable to Service Classification Nos. 1, 2, 5, 6, 8 and 9. For Service Classification Nos. 3 and 13, the NYSA will be determined by voltage level within service classification.

Effective September 1, 2009, the NYSA will be determined by voltage level, as applicable, within each service classification (level) for Service Classification Nos. 1, 2, 3, 5, 6, 8, 9 and 13.

Effective November 1, 2011, a uniform NYSA will be applicable to Service Classification Nos. 1 and 6.

The assessment amount in excess of the amount reflected in base rates will be allocated to each level based on the level's contribution to the Company's total electric revenues as included in the determination of the assessment. The contribution of each level will include both actual delivery and commodity supply revenue, including estimated commodity supply revenue for sales made under the Company's Retail Access Program.

The NYSA rate for each level will be determined by dividing the allocated assessment for the level by the forecasted units (kilowatthours or kilowatts) for the level for the collection period.

The initial NYSA rates will become effective July 1, 2009 and shall be based on the assessment for the 2009/2010 State Fiscal Year. A reconciliation of NYSA recoveries (eleven months actual, one month forecast), with the actual assessment less the actual amount reflected in base rates, will be performed by level for each twelve month period ending June 30, with any over or under recoveries included in the development of succeeding NYSA rates commencing with the rates effective July 1, 2010. Beginning July 1, 2010, the NYSA rates will also include recovery of the actual balance of authorized carrying charges as of May 31 preceding new rates.

The NYSA rates so determined will be stated in whole \$0.00001 per kilowatthour and whole \$0.01 amounts per kilowatt. Not less than fifteen days prior to a proposed change in the NYSA, a statement showing the NYSA and the effective date will be filed with the Public Service Commission apart from this Schedule.

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