



September 27, 2018

Honorable Kathleen H. Burgess, Secretary
State of New York Public Service Commission
Three Empire State Plaza
Albany, New York 12223-1350

Re: Gas Factor of Adjustment

Dear Secretary Burgess:

Central Hudson Gas & Electric Corporation ("Central Hudson" or the "Company") hereby submits the proposed tariff amendment listed below to become effective November 1, 2018.

P.S.C. No. 12 – Gas

23rd Revised Leaf No. 68

Pursuant to the Order in Case No. 14-G-0319 and as continued in Case No. 17-G-0460, the factor of adjustment will be calculated as the five-year average for the twelve months ending August 31st of each year and updated annually to become effective with the first billing batch in November. Annual negative values when calculating the five-year average will be set to zero. Actual performance against the factor of adjustment will be determined utilizing a dead band of two standard deviations, limited to $\pm 0.5\%$, with the minimum for the bottom of the dead band set at 1.0000. The amendment listed above reflects the aforementioned update to the gas factor of adjustment. These changes are filed to become effective November 1, 2018.

The Company requests that the requirements of Public Service Law §66(12) (b) and 16 NYCRR 720-8.1 regarding newspaper publication be waived.

Yours very truly,

Anthony S. Campagiorni
Vice President
Regulatory & Governmental Affairs

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