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Vice President
Regulatory & Governmental Affairs



August 15, 2019

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

Re: Central Hudson Merchant Function Charges

Dear Secretary Burgess:

The statement set forth below is filed by Central Hudson Gas & Electric Corporation ("Central Hudson" or the "Company") on August 15, 2019 to become effective September 1, 2019.

P.S.C. No. 12 – Gas

Statement of Merchant Function Charge MFC-18

Pursuant to the Company's P.S.C. No. 12 – Gas tariff the Statement herein reflects the Merchant Function Charge ("MFC") Revenue Reconciliation for the period July 1, 2018 through June 30, 2019. On a monthly basis, monthly actual billed MFC revenue, by MFC group, are compared to monthly MFC revenue targets for each rate year as set forth in Case 17-G-0460, with any monthly over or under billed MFC revenue deferred for refund to or recovery from full service customers.

For each twelve month period ended June 30, any over or under recovery including actual and estimated interest will be divided by estimated sales by MFC group over the refund or recovery period to develop a reconciliation factor to be effective for the twelve months beginning September 1. Any over or under recoveries of any such gas MFC reconciliations will be addressed in a subsequent reconciliation period. These factors are designated as the Transition Adjustment and are reflected on the Statement filed herein.

Questions related to this filing should be directed to Taylor Leonard at (845) 486-5554 or via email at tleonard@cenhud.com.

Yours very truly,

Anthony S. Campagiorni
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