



June 16, 2020

Honorable Michelle L. Phillips, Secretary  
New York State Public Service Commission  
Three Empire State Plaza  
Albany, New York 12223

Re: Central Hudson Merchant Function Charges

Dear Secretary Phillips:

The statement set forth below is filed by Central Hudson Gas & Electric Corporation ("Central Hudson" or the "Company") on June 16, 2020 to become effective July 1, 2020.

**P.S.C. No. 15 - Electricity**

Statement of Merchant Function Charge      MFC-16

This filing is made to update the MFC Lost Revenue surcharge included in the MFC Supply Charge and the Transition Adjustment to reflect the surcharge necessary to collect Estimated Net Lost Revenue. Estimated Net Lost Revenue was calculated based on methodology prescribed by the Commission in Case 05-E-0934, and approved for continuation in Case 09-E-0588, Case 14-E-0318 and Case 17-E-0459 and is allocated between MFC Supply Charge and Transition Adjustment pursuant to the Company's P.S.C. No. 15 – Electricity tariff. Estimated Net Lost Revenue was previously filed with the Secretary on February 28, 2020.

Pursuant to the Commission's Order dated June 11, 2020 in Cases 17-E-0459, the base Merchant Function Administration Charge and Merchant Function Supply Charge remain at the Rate Year 2 rates approved in the Joint Proposal in that case.

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

Yours very truly,

Christopher M. Capone  
Executive Vice President & CFO

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