

January 28, 2014

Applicable to

Public Service Commission Three Empire State Plaza Albany, NY 12223-1350

## Dear Commissioners:

The enclosed statements are issued by Central Hudson Gas & Electric Corporation and transmitted for filing in compliance with the requirements of the Public Service Commission of the State of New York regarding change in adjustments.

## PSC No. 12 - Gas

	Арр	oncable to
<u>Statement</u>	Number Serv	ice Classes
Statement of Gas Supply Charge	GSC – 155	1 and 2
Statement of Interruptible Gas Transportation Rates	ITR – 179	9
Statement of Firm Transportation Rates	FTR – 184	6, 11, 12
		and 13
Statement of Interruptible Gas Rates	IGR – 185	8

Statements GSC-155 and FTR-184, applicable to Service Classification Nos. 1, 2, 6, 12 and 13 will become effective on February 3, 2014. Statements IGR-185 and ITR-179, applicable to Service Classification Nos. 8 and 9, will become effective on January 31, 2013.

Statement FTR-184 reflects the final reconciliation factor for the Capacity Assignment Adjustment that was in effect from April 1, 2012 through October 31, 2012 prior to the implementation of Weighted Average Cost of Capacity. The reconciliation component of the factor will be applied over 12 months in order to mitigate the customer bill impact of the adjustment.

Statement GSC-155 reflects an update to the Annual Reconciliation of Gas Expense factor (without the issuance of the final Order in Case 13-G-0398), as a result of the Company's annual gas reconciliation for the twelve months ending August 2013.

Pursuant to the provisions noted in the Company's tariff and in accordance with NYCRR §720-6.5, the Company has filed an interim surcharge herein of \$0.36675 per Ccf as a result of additional spot and peaking purchases during the month of January. The purpose of this interim surcharge is to minimize the possibility of a large under-collection at the end of the reconciliation period. This interim surcharge will be in effect during the period of February 3, 2014 through September 1, 2014. Work papers detailing the calculation of this surcharge will also be provided to the Commission's Staff.

Appendix 7-H related to GSC-155 has been filed with trade secret status directly with the records access officer. Appendix 7-H and Exhibit I related to GSC-155 have also been sent directly to the Commission's Staff.

Yours very truly,

Michael L. Mosher