

February 14, 2014

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

Dear Commissioners:

In accordance with General Information Section 41 of P.S.C. No. 12 - Gas, the Statement listed below is filed to become effective April 1, 2014.

P.S.C. No. 12 - GAS

Statement of Accounts Receivable Discount

DISC -12

The purpose of this filing is to update the accounts receivable discount factor applicable to Central Hudson's ("the Company's") purchase of an ESCO/retail supplier's customer billings where Central Hudson is providing consolidated billing service to the ESCO/retail supplier. The factor consists of a two-part rate equivalent to the Company's most recent actual three-year average of net write-offs plus 0.15 percent to reflect other costs of the program. Discount Statement No. 12, to become effective April 1, 2014, reflects a discount rate of 1.07 percent, comprised of the Company's actual three-year average net write-offs of .92 percent for 2011 through 2013, plus 0.15 percent to reflect other costs of the program.

Workpapers have been sent directly to Commission Staff.

Very truly yours,

Michael L. Mosher

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