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*Vice President*  
*Regulatory & Governmental Affairs*



January 19, 2017

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

Dear Secretary Burgess:

In accordance with General Information Section 36.G of P.S.C. No. 15 - Electricity, the Statement listed below is filed to become effective February 1, 2017.

P.S.C. No. 15 - Electricity

Statement of Revenue Decoupling Mechanism Adjustment RDM-13

Pursuant to the Order issued and effective June 17, 2015 in Case 14-E-0318, the Revenue Decoupling Mechanism ("RDM") which was implemented for Central Hudson Gas & Electric Corporation ("Central Hudson" or "the Company") for electric Service Classification Nos. 1, 2 and 6 in Case 08-E-0887 was continued with modifications.

The structure and provisions of the RDM continued except that the provisions for annual and interim RDM periods were replaced with semi-annual RDM periods and the provision for the RDM adjustment period was revised accordingly. Semi-Annual RDM Periods are defined as the six months ending December 31 and June 30 and each succeeding six-month period thereafter. The RDM Adjustment Period is defined as the six months beginning February 1 or the six months beginning August 1 immediately following each Semi-Annual RDM Period.

The Company hereby files the statement listed above to effectuate RDM factors for the RDM Adjustment Period beginning February 1. The factors filed herein include total delivery revenue excess/shortfalls for the period July 1, 2016 through December 31, 2016.<sup>1</sup> The factors also include a reconciliation of the factors in effect from February 1, 2016 through July 31, 2016.

Questions related to this filing should be directed to Jay Tompkins at (845) 486-5203 or [jtompkins@cenhud.com](mailto:jtompkins@cenhud.com).

Very truly yours,

Anthony S. Campagiorni  
Vice President, Regulatory and Governmental Affairs

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<sup>1</sup> Central Hudson's currently approved three year rate plan in Case 14-E-0318 contained a provision to transition all customers to monthly billing by July 1, 2016. This transition to monthly billing triggered an unintended accounting consequence which caused the Company to recognize more revenue in July of 2016 than it would have under bi-monthly billing. RDM targets developed under the current rate plan did not take this into account causing a significant pass back of revenue through the RDM which is reflected in the development of current factors.

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