



December 22, 2016

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

Re: Updates to index prices used for Over- and Under-Deliveries

Dear Secretary Burgess:

In accordance with Commission rules, Central Hudson Gas & Electric Corporation ("Central Hudson" or the "Company") hereby files the following gas tariff to become effective 4/01/2017:

P.S.C. No. 12 – Gas

11th Revised Leaf No. 118
7th Revised Leaf No. 118.1
5th Revised Leaf No. 173.1
6th Revised Leaf No. 173.2
4th Revised Leaf No. 173.3
3rd Revised Leaf No. 181.2
3rd Revised Leaf No. 181.3
2nd Revised Leaf No. 181.4
4th Revised Leaf No. 198
2nd Revised Leaf No. 198.1
2nd Revised Leaf No. 198.2

The purpose of this filing is to update the index pricing points for over and under deliveries of gas. The pricing points are more representative for Central Hudson sourcing gas today as opposed to the pricing points established with the original balancing provisions of the program.

The new index price used to determine the applicable rate for monthly over-deliveries will be equal to the monthly average of the daily "Midpoint" rate of the lower of "Millennium, East receipts" and "Tennessee, zone 4-300 leg" receipt points as published in Platt's Gas Daily in the table "Daily Price Survey" under the Citygates heading, plus the Company's weighted average cost of transportation and fuel losses. Previously "Tennessee zone 0" and "Tennessee, zone 1" (500 and 800 legs) was used.

The new index price for under deliveries shall be equal to the monthly average of the daily "midpoint" rate of the higher of "Algonquin, city-gates" or "Iroquios, zone 2" receipt points as published in Platt's Gas Daily in the table "Daily Price Survey" under the Citygates heading. "Transco, zone 6 NY" was replaced by the "Algonquin, city-gates".

The Company also requests a waiver of newspaper publication requirements of Public Service Law §66(12) (b) for this filing.

Questions related to this filing should be directed to Jennifer Lorenzini at (845) 486-5523 or JLorenzini@cenhud.com.

Yours very truly,

Anthony S. Campagiorni
Vice President
Regulatory & Governmental Affairs

LETT231