

July 21, 2016

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 August 1, 2016.

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

Statement of Revenue Decoupling Mechanism Adjustment RDM-12

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 an RDM factors for the RDM Adjustment Period beginning February 1. The factors filed herein include total delivery revenue excess/shortfalls for the period January 1, 2016 through June 30, 2016. As the collection period of the previous RDM Adjustment has not yet concluded, reconciliation for the factors in effect from February 1, 2016 through July 31, 2016 will be included in the development of the next set of factors.

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

Very truly yours,

Anthony S. Campagiorni Vice President, Regulatory and Governmental Affairs