

June 15, 2016

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

Re: Central Hudson Gas Bill Credit

Dear Secretary Burgess:

The statement set forth below is filed by Central Hudson Gas & Electric Corporation ("Central Hudson" or the "Company") on June 15, 2016 to become effective July 1, 2016.

P.S.C. No. 12 - Gas

Statement of Gas Bill Credit

GBC-2

Pursuant to Commission Order dated June 17, 2015 in Case 14-G-0319, a Gas Bill Credit ("GBC") was implemented effective July 1, 2015 to return to customers the regulatory liability remaining after the offset of various deferred balances. The GBC statement filed herein is designed to return to customers \$1.7 million for the twelve months ending June 30, 2017. Additionally, pursuant to the aforementioned Order, to the extent that the Company received gas delivery revenues from the Danskammer Generating Station for the twelve months ending June 30, 2016, the bill credit also reflects 50% of those revenues in the twelve months ending June 30, 2017 resulting in an additional \$1.9 million returned to customers.

Questions related to this filing should be directed to Amy Dittmar at (845) 486-5433 or via email at adittmar@cenhud.com.

Yours very truly,

Anthony S. Campagiorni Vice President of Regulatory and Governmental Affairs

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