

CENTRAL HUDSON GAS & ELECTRIC CORPORATION  
284 SOUTH AVENUE  
POUGHKEEPSIE, NEW YORK 12601

October 24, 2008

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

Dear Commissioners:

**Re: Case 07-M-1139:**  
**Compliance Filing for Recovery of Authorized**  
**Energy Efficiency Program Costs**

In compliance with the Public Service Commission's October 16, 2008 Order in the above referenced proceeding, Central Hudson Gas & Electric Corporation hereby files the following revised statement to become effective on November 1, 2008.

**P.S.C No. 12 – Gas**

Statement of System Benefits Charge

SBC - 2

The revision reflects the Commission's approval to augment the System Benefits Charge ("SBC") as reflected in Ordering Clause No. 6 of the above Order. Since the Company's gas rate schedule currently provides for the collection of the SBC, no tariff amendments are required. It should be noted that in the body of the Order it requires that these costs will be recovered solely from customers served under S.C. Nos. 1 and 12 (residential sales and transport service, respectively.) The Company believes that these costs should also be recovered from S.C. No. 16 (residential distributed generation service), as currently reflected in the Company's gas rate schedule, even though there are currently no customers served under this service classification.

Pursuant to Ordering Clause No. 8 of the above referenced Order, the requirements of 66(12)(b) of the Public Service Law as to newspaper publication of these amendments have been waived.

Questions related to this filing should be directed to Lauren M. Guido at (845) 486-5761.

Yours very truly,

Michael L. Mosher  
Vice President - Regulatory Affairs

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