

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

February 23, 2007

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

Dear Commissioners:

The enclosed statements are issued by Central Hudson Gas & Electric Corporation and transmitted for filing in compliance with the requirements of the Public Service Commission of the State of New York regarding change in adjustments.

PSC No. 12 - Gas

<u>Statement</u>	<u>Number</u>	<u>Applicable to Service Classes</u>
Statement of Gas Supply Charge	GSC - 70	1 and 2
Statement of Interruptible Gas Transportation Rates	ITR - 94	9
Statement of Firm Transportation Rates	FTR - 99	6, 11, 12 and 13
Statement of Interruptible Gas Rates	IGR - 100	8

Statements GSC-70 and FTR-99 applicable to Service Classification Nos. 1, 2, 6, 12, and 13 will become effective on March 2, 2007. Statement IGR-100 and ITR-94 applicable to Service Classification No. 8 and 9 will become effective on February 28, 2007.

Appendix 7-H and Exhibit I related to GSC-70 have been sent directly to the Commission's Staff.

Pursuant to discussions with DPS Staff and in accordance with NYCRR § 720-6.5, the Company has filed an interim surcharge of \$.0843 per Ccf to begin recovery of an estimated gas cost under-collection of approximately \$3 million related to the twelve months ending August 31, 2007, the current GSC reconciliation period. The purpose this interim surcharge is to minimize the possibility of a large under-collection at the end of the reconciliation period. This interim surcharge will be in effect during the period March 2, 2007 through August 31, 2007. Work papers detailing the calculation of this surcharge were provided to the DPS Staff on February 9, 2007.

Any questions regarding this can be directed to Supreet Nahil at snahil@cenhud.com or at 845-486-5761.

Yours very truly,

Michael L. Mosher