

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

January 25, 2007

Public Service Commission  
Three Empire State Plaza  
Albany, NY 12223

Re: Increase in Rates to Recover Costs Associated with Renewal of Advanced Metering Software Contract

Dear Commissioners:

Central Hudson Gas & Electric Corporation (~~A~~Central Hudson~~@~~ or the ~~A~~Company~~@~~) hereby submits the proposed tariff amendments listed below to become effective May 1, 2007.

P.S.C. No. 12 - Gas

3rd Revised Leaf No. 171  
3rd Revised Leaf No. 172  
5th Revised Leaf No. 181

The purpose of these amendments is to increase the customer charge for those customers with access to the Company's Energy Manager advanced metering software. The renewal of the current contract with the software provider to provide usage data to Service Classification Nos. 9 and 11 customers has resulted in an increase in the monthly meter subscription fee. The revised customer charge is designed to recover costs associated with this increase.

Background

As a result of the Order in Case 04-G-0463 to provide interruptible and firm transportation customers (Service Classification Nos. 9 and 11) with access to hourly consumption information by January 1, 2006 and March 1, 2006, respectively, the Company utilized Energy Manager, supported by an outside vendor, to provide these customers with usage information. Tariff revisions to effectuate the recovery of the per meter subscription fee were filed with the Commission on December 30, 2005 in compliance with the above referenced Order.

Proposed Revision

A pending contract renewal will result in an increase in the per meter subscription fee charged by the vendor effective May 1, 2007. The Company proposes to increase the customer charge for Service Classification Nos. 9 and 11 to recover the costs of this fee.

As the changes proposed herein affect only Service Classification Nos. 9 and 11 customers, and the Company will contact each of these customers directly, the Company requests that the requirements of 66(12)(b) of the Public Service Law as to newspaper publication be waived.

Questions related to this filing should be directed to Stacy Powers at 845-486-5815.

Yours very truly,

Michael L. Mosher  
Vice President - Regulatory Affairs

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