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

July 26, 2006

Public Service Commission Three Empire State Plaza Albany, NY 12223

## Re: Inclusion of Risk Management Fees in Calculation of Gas Supply Charge

Dear Commissioners:

Central Hudson Gas & Electric Corporation ("Central Hudson" or the "Company") hereby files the attached tariff leaf. This leaf is issued on July 26, 2006 to become effective on October 31, 2006.

## <u>P.S.C. No. 12 - Gas</u>

6th Revised Leaf No. 69

The proposed change is necessary to reflect Central Hudson's use of various risk management products to reduce price volatility of commodity supply. Central Hudson proposes that the change become effective on October 31, 2006 which coincides with the first billing batch for the month of November and the effective date of November's Gas Supply Charge.

The Company is arranging to comply with the requirements of Public Service Law § 66(12)(b) as to newspaper publication by publishing notices of the change proposed herein in the August 9, 16, 23 and 30, 2006 issues of the Catskill Daily Mail, the Kingston Freeman, the Times Herald Record and the Poughkeepsie Journal.

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

Yours very truly, Arthur R. Upright

lett98