

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

May 13, 2011

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

Dear Commissioners:

In accordance with General Information Section 42.E of P.S.C. No. 12 - Gas, the Statement listed below is filed to become effective June 1, 2011.

P.S.C. No. 12 - Gas

Statement of Revenue Decoupling Mechanism Adjustment RDM-2

Pursuant to the Order issued and effective June 22, 2009 in Case 08-G-0888, a Revenue Decoupling Mechanism ("RDM") was implemented for Central Hudson Gas & Electric Corporation ("Central Hudson" or "the Company") for gas Service Classification Nos. 1, 2, 6, 12 and 13 effective July 1, 2009. As part of the RDM tracking, the Company is required to calculate the delivery revenue excess/shortfall each month. If in an Annual RDM Period the cumulative sum of the excess/shortfall recorded exceeds a \$2 million threshold instituted by the Commission, the Company will begin collection/refund of the under/over collection of delivery revenue.

Effective with business ending April 30, 2011, the accumulated over-collection of delivery revenue for the Annual RDM Period for Service Classification Nos. 1, 2, 6, 12 and 13 exceeded \$2 million. The Company hereby files the statement listed above to refund the over-collection of delivery revenues over a twelve-month period. The above statement is filed to become effective June 1, 2011.

Questions related to this filing should be directed to Jodi Harris at (845) 486-5578 or jharris@cenhud.com.

Very truly yours,

Michael L. Mosher