

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

March 15, 2011

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

Re: Revenue Tax Surcharge Statement

Dear Commissioners:

In accordance with General Information, Section 28.B of P.S.C. No. 12 - Gas, the Revenue Tax Surcharge Statement listed below is filed to become effective April 1, 2011.

P.S.C. No. 12 – Gas

Statement of Effective Revenue Tax Surcharge                      -                      RTS 38

The purpose of this filing is to revise the revenue tax surcharge factors applicable in the MTA region to recover the MTA tax imposed on the Company during 2010.

A prior year adjustment caused the calculation of the 2010 gas liability to result in a small over collection of approximately \$7,000. As such, the MTA factors filed herein are zero, and the over collection shall be carried forward into a future period.

The impact on our customers' bills within the MTA region effective April 1, 2011 will be a decrease of approximately 0.19%.

Yours very truly,

Michael L. Mosher  
Vice President - Regulatory Affairs