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

| February 28, 20 | <i>)</i> 1 1 | |
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Public Service Commission Three Empire State Plaza Albany, New York 12223-1350

Dear Commissioners:

In accordance with General Information, Section 43 of P.S.C. No. 12 - Gas, the Statement of Balancing Service Charge listed below is filed to become effective April 1, 2011.

P.S.C. No. 12 - Gas

BSC - 5

The purpose of this filing is to revise the balancing service charge applicable to Service Classification Nos. 9, 11 and 11-DLM as well as the balancing service charge applicable to Retail Suppliers, based on each service classification's total consumption and deliveries during the 2009-2010 winter period and the Company's most recently available gas storage costs. Supporting workpapers have been sent to the Commission's staff.

Very truly yours,

Michael L. Mosher