

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

March 26, 2010

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

Dear Commissioners:

The enclosed statements are issued by Central Hudson Gas & Electric Corporation and transmitted for filing in compliance with the requirements of the Public Service Commission of the State of New York regarding change in adjustments.

PSC No. 12 - Gas

<u>Statement</u>	<u>Number</u>	<u>Applicable to Service Classes</u>
Statement of Gas Supply Charge	GSC – 107	1 and 2
Statement of Interruptible Gas Transportation Rates	ITR – 132	9
Statement of Firm Transportation Rates	FTR – 137	6, 11, 12 and 13
Statement of Interruptible Gas Rates	IGR – 138	8

Statements GSC-107 and FTR-137 applicable to Service Classification Nos. 1, 2, 6, 12 and 13 will become effective on April 1, 2010. Statements IGR-138 and ITR-132 applicable to Service Classification Nos. 8 and 9 will also become effective on March 31, 2010.

Statement FTR-137 also reflects the Capacity Assignment Adjustment reconciliation factor for the Capacity Assignment Adjustment, which was in effect from April 1, 2008 through March 31, 2009. Based on the size of the reconciliation factor, due to increased pipeline demand rates, the factor will be applied over 12 months in order to mitigate the customer bill impact of the adjustment.

Statements GSC-107 and FTR-137 applicable to Service Classification Nos. 1, 2, 6, 12 and 13 also reflect a credit to customers passing back a refund received by the Company from Tennessee Gas Pipeline for \$229,239. In accordance with General Information Section 27 of the Company's tariff, PSC No. 12 – Gas, Central Hudson proposes to refund \$228,895, plus interest, to its firm customers (S.C. Nos. 1, 2, 6, 12 and 13) over the 12 month period beginning February 2010. The final reconciliation for the refund and passback, with interest, will be included in the Company's annual gas reconciliation for the twelve months ending August 2011.

Appendix 7-H related to GSC-107 has been sent with trade secret status directly to the records access officer. Appendix 7-H and Exhibit I related GSC-107 have also been sent directly to the Commission's Staff along with Workpapers supporting the Tennessee Gas refund passback to customers.

Yours very truly,

Michael L. Mosher