

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

October 15, 2009

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

Dear Commissioners:

In accordance with General Information Section 42.C of P.S.C. No. 12-Gas, the statement listed below is filed to become effective on November 1, 2009.

**P.S.C No. 12 – Gas**

Statement of System Benefits Charge

SBC - 4

Pursuant to the Commission's October 16, 2008 Order in Case 07-M-1139, Central Hudson was directed to augment its gas System Benefits Charge such that the annual level of incremental gas SBC collections was increased by \$400,000 for the time period of November 1, 2008 through October 31, 2009 in order to fund a low-income gas energy efficiency program in the Central Hudson service territory. Therefore the purpose of this filing is to update the gas SBC by removing the portion related to Case 07-M-1139.

Central Hudson anticipates that it will have a deferred over collection balance of approximately \$11,000 through the month of October 2009, the disposition of which it intends to address through offset in its current gas rate proceeding, Case 09-G-0589. Until Commission authorization for such disposition is received the Company will continue to accrue carrying charges on the balance as authorized in the aforementioned Order, with the disposition of such carrying charges also addressed in the Company's current gas rate proceeding.

Questions related to this filing should be directed to Lauren M. Guido at (845) 486-5761.

Yours very truly,

Michael L. Mosher  
Vice President - Regulatory Affairs

LETT153