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

March 2, 2012

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, 2012.

P.S.C. No. 12 - Gas BSC - 6

The purpose of this filing is to revise the balancing service charge applicable to Service Classification Nos. 9, 11 and 11-DLM, based on each service classification's total consumption and deliveries during the 2010-2011 winter period and the Company's most recently available gas storage costs. Supporting workpapers have been sent to the Commission's staff. The Company anticipates that upon approval of the proposed tariff filings in Case 11-G-0697, to require all Retail Suppliers to take Winter Bundled Sales (WBS) Service, and Case 11-G-0696, to revise the balancing provisions applicable to SC 14, the Commission will order the Company to file a revised Statement of Balancing Service charge to remove the balancing service charge applicable to Retail Suppliers and add the balancing service charge applicable to SC 14, to become effective April 1, 2012.

Very truly yours,

Michael L. Mosher