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

July 19, 2012

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

Dear Commissioners:

In accordance with General Information Section 42.E of P.S.C. No. 12 - Gas, the Statement listed below is filed to become effective August 1, 2012.

P.S.C. No. 12 - Gas

Statement of Revenue Decoupling Mechanism Adjustment RDM-3

Pursuant to the Order issued and effective June 22, 2009 in Case 08-G-0888, a Revenue Decoupling Mechanism ("RDM") was implemented for Central Hudson Gas & Electric Corporation ("Central Hudson" or "the Company") for gas Service Classification Nos. 1, 2, 6, 12 and 13 effective July 1, 2009. Pursuant to the most recent Order issued and effective June 18, 2010 in Case 09-G-0589, the Commission approved the continuation of the previously established mechanism with slight modification.

As such, the Company is hereby filing new RDM Adjustment factors, as prescribed in General Information Section 42.E of the Company's P.S.C. No. 12 - Gas Tariff, to refund the net delivery revenue excess from each service classification resulting from (1) the reconciliation of revenues collected through the RDM surcharge in effect August 1, 2010 to July 31, 2011 for the under collection experienced by the Company in July 2009 through June 2010 and (2) the over/(under) collection, and associated carrying charges, experienced by the Company during the rate year-ended June 2012. The Company is proposing to implement RDM Adjustment refund factors to become effect August 1, 2012.

Questions related to this filing should be directed to Amy Dittmar at <u>adittmar@cenhud.com</u> or (845) 486-5433.

Very truly yours,

Michael L. Mosher