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

June 20, 2012

NYSA - 9

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

Re: New York State Assessment Surcharge (NYSA)

Dear Commissioners:

In accordance with General Information Section 36.F of P.S.C. No. 15 – Electricity, the Statement listed below is filed to become effective July 1, 2012.

P.S.C. No. 15 – Electricity

Statement of New York State Assessment Surcharge

On June 15, 2012 rates were filed to become effective July 1, 2012 based on the results of a reconciliation performed by Central Hudson Gas & Electric Corporation ("the Company") of the NYSA for the months of July 2011 through June 2012 (which included an estimate for June 2012). The results of this reconciliation were combined with authorized carrying charges and the February 1, 2012 Revised Assessment issued by the Department of Public Service Director of Finance & Budget to develop new surcharge factors to be effective for the period July 1, 2012 through June 30, 2013 pursuant to the aforementioned section of the Company's tariff. The purpose of this filing is to revise the SC No. 9 rate which was filed on June 15th using carrying charges that were outside the time range of June 1, 2011 through May 31, 2012. Using the correct time range for the carrying charges also produced lower rates for all service classes except SC No. 9. Therefore, pursuant to the provisions of the June 19, 2009 Order in Case 09-M-0311, the Company will maintain the factors that are currently in effect for all service classes except SC No. 9.

Work papers related to the aforementioned reconciliation and factor development have been sent to Gigi Chrysogelos. Questions related to this letter should be directed to Linda VanEtten at 845-486-5554 or <u>lvanetten@cenhud.com</u>.

Yours very truly,

Michael L. Mosher Vice President - Regulatory Affairs