

PSC NO: 12 GAS  
COMPANY: CENTRAL HUDSON GAS & ELECTRIC CORPORATION  
INITIAL EFFECTIVE DATE: 07/01/09  
Issued in Compliance with Order in C.09-M-0311 dated June 19, 2009

LEAF: 128  
REVISION: 3  
SUPERSEDING REVISION: 2

#### **42. OTHER CHARGES AND ADJUSTMENTS (Cont'd)**

##### **D. New York State Assessment**

The New York State Assessment (NYSA) is designed to recover the Temporary State Energy and Utility Service Conservation Assessment pursuant to Public Service Law (PSL) Section 18-a(6) as implemented by Chapter 59 of the Laws of 2009 and as authorized by Commission Order in Case 09-M-0311 dated June 19, 2009. As authorized by the Commission, for each twelve-month period commencing July 1, the NYSA will collect the amount assessed to the Company under PSL Section 18-a(6) in excess of the amount reflected in base rates for the State Fiscal Year (April 1-March 31), including an allowance for uncollectibles.

The NYSA will be applied to the bills of all customers, excluding electric generators, taking service under Service Classification Nos. 1, 2, 6, 8, 9, 11, 12, 13, 15 and 16.

Effective July 1, 2009 a uniform NYSA will be applicable to Service Classification Nos. 1, 2, 6, 12 and 13. The NYSA will be determined separately for Service Classification No. 11 and Service Classification Nos. 8 and 9, combined.

Effective September 1, 2009, the NYSA will be determined separately for each of the following groups:

Service Classification Nos. 1, 12 and 16  
Service Classification Nos. 2, 6, 13 and 15  
Service Classification Nos. 8 and 9  
Service Classification No. 11

The assessment amount in excess of the amount reflected in base rates will be allocated to each group based on the group's contribution to the Company's total gas revenues as included in the determination of the assessment. The contribution of each level will include both actual delivery and commodity supply revenue, including estimated supply charges for sales made under the Company's Retail Access Program and Service Classification Nos. 9 and 11.

The NYSA rate for each group will be determined by dividing the allocated assessment for the group by the forecasted delivered units (hundred cubic feet (Ccf) or thousand cubic feet of maximum daily quantity (Mcf or MDQ)) for the group for the period July 1 through June 30.

The initial NYSA rates will become effective July 1, 2009 and shall be based on the assessment for the 2009/2010 State Fiscal Year. A reconciliation of NYSA recoveries (eleven months actual, one month forecast), with the actual assessment less the actual amount reflected in base rates, will be performed by group for each twelve month period ending June 30, with any over or under recoveries included in the development of succeeding NYSA rates commencing with the rates effective July 1, 2010. Beginning July 1, 2010, the NYSA rates will also include recovery of the actual balance of authorized carrying charges as of May 31 preceding new rates.

The NYSA rates so determined will be stated in whole \$0.00001 per Ccf and whole \$0.01 amounts per Mcf of MDQ. Not less than fifteen days prior to a proposed change in the NYSA, a statement showing the NYSA and the effective date will be filed with the Public Service Commission apart from this Schedule.

Issued by: Michael L. Mosher, Vice President, Poughkeepsie, New York