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PSC NO: 15 ELECTRICITY LEAF: 177
COMPANY: CENTRAL HUDSON GAS & ELECTRIC CORPORATION REVISION: 2
INITIAL EFFECTIVE DATE: 08/01/06 SUPERSEDING REVISION: 1

Issued in Compliance with Order in C.05-E-0934 dated July 24, 2006

SERVICE CLASSIFICATION NO. 2 (Cont'd)

GENERAL SERVICE (Cont'd)

SPECIAL PROVISIONS (Cont'd)

2.8 <u>ECONOMIC REVITALIZATION DISCOUNT</u>

Any new customer, or any existing customer with load growth of at least 100 Kw of demand over the demand at their previous location, (a) who occupies an existing facility of at least 25,000 square feet which has been vacant for at least six months, (b) whose business is classified by the Standard Industrial Classification Manual (1987 edition or supplements thereto) within Major Groups 20-39, 40-48, 50-51, 60-67 or 73, and (c) who reimburses the Company for any incremental distribution system investment required to provide service, will be billed for energy and demand delivery as follows:

New Customers

New customers taking service under this special provision will be billed for delivery at 75%, if receiving secondary service, and 90% if receiving primary service, of the monthly energy and demand delivery rates specified above.

Existing Customers

Existing customers that relocate to a qualifying vacant facility and experience load growth of 100 Kw or greater over their previous location, within the first six months at their new location, will be billed as follows upon demonstrating the required load growth.

The Company will establish a base year of billing units for energy and demand as the customer's last complete calendar year at their previous location. The base year energy and demand units will be billed at full delivery rates under this Service Classification. Any growth over the base year in energy and demand will be billed at 75%, if receiving secondary service, and 90% if receiving primary service, of the monthly energy and demand delivery rates specified above.

Customers taking service under this special provision prior to November 8, 2002 will continue to be billed pursuant to the applicable terms of this provision for the remainder of their then current discount term.

Issued by: Arthur R. Upright, Senior Vice President, Poughkeepsie, New York