

PSC NO: 12 GAS LEAF: 159
COMPANY: CENTRAL HUDSON GAS & ELECTRIC CORPORATION REVISION: 9
INITIAL EFFECTIVE DATE: 08/01/06 SUPERSEDING REVISION: 7
Issued in Compliance with Order in C.05-G-0935 dated July 24, 2006

SERVICE CLASSIFICATION NO. 6

FIRM TRANSPORTATION RATE - Core (Cont'd)

INCREASE IN RATES AND CHARGES

Transportation Demand Adjustment

In addition to the Monthly Rate, customers taking service under Service Classification No. 6 will be charged a rate per Ccf equal to the sum of the Balancing Adjustment and Propane Service, as described below. The above charges shall be adjusted for pipeline credits, the Capacity Release Credit, the Interruptible Sales Credit and the Gas Research and Development Surcharge as defined in General Information Section 27.

- (1) The Balancing Adjustment will be equal to zero.
- (2) Propane Service will be equal to the average cost of propane supplies as shown on Schedule 7-H of the Statement of Gas Supply Charge.
- (3) The Transportation Demand Adjustment applicable to customers who choose to purchase upstream capacity from third party suppliers will not include the pipeline credit or capacity release credit.

Merchant Function Charge

The charges set forth herein shall be subject to the Merchant Function Charge as explained in General Information Section 42.

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