

PSC NO: 15 ELECTRICITY LEAF: 174
COMPANY: CENTRAL HUDSON GAS & ELECTRIC CORPORATION REVISION: 6
INITIAL EFFECTIVE DATE: 05/01/03 SUPERSEDING REVISION: 4

SERVICE CLASSIFICATION NO. 2 (Cont'd)

GENERAL SERVICE (Cont'd)

SPECIAL PROVISIONS (Cont'd)

2.7 (Cont'd)

(iii) the difference at the end of twelve (12) months from the time the Customer contracted for this service represents net sales to the Company, the Company will pay the Customer for this difference at the applicable rate under Service Classification No. 10.

For demand metered customers in the event:

(i) the amount purchased from the Company exceeds the amount sold to the Company (net purchases) in a billing period, the Customer will be billed for the difference at applicable rates specified in this Service Classification.

(ii) the amount sold to the Company exceeds the amount purchased from the Company (net sales), the excess on-site production shall be converted to the equivalent value at the applicable tariff per kWh rate and applied as a direct credit to the customer's current total utility bill. To the extent that the value of monthly production credits exceed all components of the customer's total bill, the remaining credits shall be converted back to their kWh values and carried forward to the succeeding billing period.

(iii) the difference at the end of twelve (12) months from the time the Customer contracted for this service represents net sales to the Company, the Company will pay the Customer for this difference at the applicable rate under Service Classification No. 10.

Farm Waste customer generators may not offset net metering credits against bills for usage metered at locations other than the net metering delivery point.

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