

PSC NO: 12 GAS

LEAF: 184

COMPANY: CENTRAL HUDSON GAS & ELECTRIC CORPORATION

REVISION: 3

INITIAL EFFECTIVE DATE: 09/01/04

SUPERSEDING REVISION: 2

SERVICE CLASSIFICATION NO. 11 (Cont'd)**FIRM TRANSPORTATION - Core** (Cont'd)**SPECIAL PROVISIONS** (Cont'd)

11.4 The order of delivery shall be:

- (1) Any cumulative excess in the customer's account at the beginning of the billing period.
- (2) Customer-owned gas delivered to the Company's system during the billing period.
- (3) Company supplied gas during the billing period.

In any billing period when the customer's usage exceeds (1) and (2) above, the customer will be deemed to be using system backup gas and will be charged 110% of the Company's WACOG for that month. The WACOG shall be defined as the sum of the commodity and demand cost of gas as shown on Schedule 7-H of the Company's Gas Cost Adjustment Statement.

On any day in which the customer's usage is greater than customer-owned gas delivered to the system, such daily excess use will be delivered on an as available basis only. If the customer has been given 12 hours advance notice by the Company of the need to curtail the excess usage, on a particular day, any daily excess use on that day greater than 10% of that day's metered usage will be subject to a \$5.00 per Mcf penalty plus the applicable charges as defined above.

11.5 If the customer's usage exceeds the MDQ as indicated on the service agreement on more than five separate days during the period November 1 through March 31, the average demand on those days when the MDQ is exceeded will establish a new MDQ.

11.6 All customers opting to commence service under this service classification on and after September 1, 2004 are required to agree to have automated meter recording equipment furnished and installed by the Company at the customer's expense. The provisions included in this service classification require daily monitoring; therefore all customers operating under this service are required to have installed automated meter recording equipment. The Customer agrees to prepay to the Company the cost of the automated meter recording equipment. In addition, the Customer shall furnish an electrical supply and a phone line necessary for the operation of the equipment, in an area which is acceptable to the Company.

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