

PSC NO: 15 ELECTRICITY LEAF: 234
COMPANY: CENTRAL HUDSON GAS & ELECTRIC CORPORATION REVISION: 2
INITIAL EFFECTIVE DATE: 12/10/04 SUPERSEDING REVISION: 1
Issued in Compliance with Order in C.02-E-1282 dated November 17, 2004

SERVICE CLASSIFICATION NO. 10 (Cont'd)

PURCHASE OF ELECTRIC ENERGY AND CAPACITY FROM CUSTOMERS
WITH QUALIFYING ON-SITE GENERATION FACILITIES (Cont'd)

SPECIAL PROVISIONS (Cont'd)

A. (Cont'd)

- (1) a non-refundable application fee of \$350, payable at the time of application, such fee is not applicable for generating equipment with a total rating of 15 kVA or less;
- (2) a cost-based advance payment for the estimated cost of the Company's review of the customer's proposed interconnection design package and for any studies performed by the Company to ensure the safety and reliability of the electric system with respect to the interconnection of the Customer's generating equipment; and
- (3) an advance payment for the estimated costs of any equipment and facilities installed on the Company's system, including metering, necessary to permit operation of the Customer's generating equipment in parallel with the Company's system.

The Company shall reconcile its actual cost items (2) and (3) with the advance payments made by the Customer and the Customer shall pay or the Company shall refund, without interest, the difference. Under no circumstances shall the Company refund the application fee.

- B. A Customer who operates generating equipment with a total nameplate rating greater than 2 MW shall, at its expense, comply with the Company's interconnection requirements as fully set forth in a separate agreement between the Company and the Customer specifying the operating mode, interconnection and equipment specifications.

Where the Customer is taking service under another Service Classification, the Customer and Company shall agree as to the manner of payments for interconnection costs which exceed the costs ordinarily incurred in rendering the same Contract Demand under the applicable Service. Upon mutual agreement, the Customer may select from the following payment options:

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