

PSC NO: 12 GAS LEAF: 114
COMPANY: CENTRAL HUDSON GAS & ELECTRIC CORPORATION REVISION: 1
INITIAL EFFECTIVE DATE: 02/19/04 SUPERSEDING REVISION: 0
Issued in Compliance with Order in C. 98-M-1343 Dated December 19, 2003

41. RETAIL ACCESS PROGRAM (Cont'd)

G. NATURAL GAS SUPPLY REQUIREMENT

Ten (10) calendar days prior to the beginning of the month Central Hudson will provide the Retail Supplier the (1) Daily Delivery Contract Quantity (DCQ) for each customer taking service from the Supplier, (2) the Aggregated Daily Contract Quantity (ADCQ) expressed in dekatherms, equal to the sum of the DCQs for all customers being served by the Retail Supplier and (3) the Incremental Daily Contract Quantity (IDCQ) for each customer. The Retail Supplier will provide a natural gas nomination to Central Hudson by the date specified on Central Hudson's Calendar of Natural Gas Transportation Scheduling, as defined in General Information, Section 2. The Retail Supplier must include delivery quantity and the applicable meter and contract numbers on their nomination document.

The Retail Supplier must deliver to Central Hudson on each day of the month, at predetermined interconnection points, the ADCQ. In the event of a period of peak weather conditions Central Hudson may increase the volume of natural gas to be delivered to include the IDCQ. Retail Suppliers will be given forty-eight (48) hour notice of the need to increase deliveries.

A Retail Supplier may obtain the upstream capacity needed to meet the sum of the customers' ADCQ and IDCQ delivery requirements by either taking assignment of the upstream capacity under contract to Central Hudson or purchasing the capacity from a third party supplier.

Retail Suppliers relying on capacity from a third party supplier must obtain from the Company the citygate delivery points that are operationally acceptable to the Company.

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