..DID: 9118 ..TXT: PSC NO: 12 GAS LEAF: 173 COMPANY: CENTRAL HUDSON GAS & ELECTRIC CORPORATION REVISION: 0 INITIAL EFFECTIVE DATE: 08/02/99 SUPERSEDING REVISION: STAMPS: RECEIVED: 06/23/99 STATUS: Effective EFFECTIVE: 08/02/99

SERVICE CLASSIFICATION NO. 9 (Cont'd)

INTERRUPTIBLE TRANSPORTATION/STANDBY SALES SERVICE RATE (Cont'd)

- 1. <u>Transportation Rate</u> (Cont'd)
 - C. <u>Daily Balancing Rate</u> (Cont'd)

Customers will be charged the Standby Rate for all gas consumed on a daily basis in excess of 110 percent of the gas delivered to the Company each day on behalf of the customer, less line losses. The monthly over-delivery imbalance which is within the daily delivery guidelines will be purchased from the customer at 100 percent of the average weekly gas price posted in <u>Natural Gas Week</u> for Tennessee Gas Pipeline's weighted average Zone \emptyset and Zone 1 prices plus Tennessee Gas Pipeline's FT transportation charges and the equivalent fuel costs from Zone \emptyset and Zone 1 to Zone 5, during the applicable month. The Company will charge the customer one hundred percent of the average gas price posted in <u>Natural Gas</u> <u>Week</u> for the New York City citygate for all Company-owned gas consumed by the customer within the daily delivery guidelines.

2. <u>Standby Sales Rate</u>

Customers with automated meter recording equipment will be charged a rate per 100 cu. ft. for all gas delivered to a customer in excess of customer-owned gas equal to 110% of the rate for service rendered at the appropriate interruptible sales rate under Service Classification No. 8.

Customers without automated meter recording equipment will be subject to this rate in the event that their Agent defaults on delivery obligations. In the event the assignable cost of gas changes significantly during the month, the Company may change the rate upon not less than 24 hours notice. A new rate statement shall be filed, as soon as practicable, with the Public Service Commission.

INCREASE IN RATES AND CHARGES

1. Commencing January 1, 1996, in addition to the applicable transportation charges under this Service Classification, customers shall also be charged a surcharge in accordance with the New York State Public Service Commission's Order issued November 30, 1995, in Case 88-G-062 concerning the collection of take or pay costs. The surcharge is designed to collect over a twenty-four (24) month period the remaining uncollected balance of the take or pay costs incurred by the Company. The Take or Pay Surcharge will be shown on the monthly filed Statement of Gas Transportation Rates.