..DID: 9007 ..TXT: PSC NO: 12 GAS LEAF: 37 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

17. CONSUMER DEPOSITS

- A. <u>Deposit Requirements</u>
 - 1. <u>Residential</u>
 - a. The Company may require a consumer deposit from new seasonal or short-term residential customers.
 - b. The Company may require a consumer deposit from residential customers as a condition of receiving utility service if such customers are delinquent in payment of their utility bills. A current customer is delinquent for the purpose of a deposit assessment if such customer:
 - (1) accumulates two consecutive months of arrears without making reasonable payment, defined as one-half of the total arrears, of such charges before the time that a late payment charge would become applicable, or fails to make a reasonable payment on a bimonthly bill within 50 days after the bill is due; provided that the Company requests such deposit within two months of such failure to pay; or
 - (2) had utility service terminated for nonpayment during the preceding six months.

Customers included in Subsection 1. above shall be provided a written notice, at least 20 days before the deposit is assessed, that the failure to make timely payment will permit the Company to require a deposit from such customer. If a deposit from a current residential customer who is delinquent by virtue of his or her failure to make a reasonable payment of arrears, is required, the Company shall permit such customer to pay the deposit in installments over a period not to exceed 12 months.