

PSC NO: 15 ELECTRICITY LEAF: 163.5.4.1
COMPANY: CENTRAL HUDSON GAS & ELECTRIC CORPORATION REVISION: 5
INITIAL EFFECTIVE DATE: 12/01/20 SUPERSEDING REVISION: 4
Issued in Compliance with Order in C.18-E-0138 dated February 7, 2019

36. OTHER CHARGES AND ADJUSTMENTS (Cont'd)

G. Revenue Decoupling Mechanism (RDM) Adjustment (Cont'd)

- d. **RDM Adjustment Period** is defined as the six months beginning February 1 or the six months beginning August 1 immediately following each Semi-Annual RDM Period.

2. Determination of RDM Adjustment

For each service classification or sub classification subject to the RDM Adjustment, the Company will, on a monthly basis, compare Actual Delivery Revenue to a Delivery Revenue Target. If the monthly Actual Delivery Revenue exceeds the Delivery Revenue Target, the delivery revenue excess will be accrued for refund to customers at the end of the Semi-Annual RDM Period. Likewise, if the monthly Actual Delivery Revenue is less than the Delivery Revenue Target, the delivery revenue shortfall will be accrued for recovery from customers at the end of the Semi-Annual RDM Period.

On a monthly basis, interest at the Commission's rate for other customer provided capital will be calculated on the average of the current and prior month's cumulative delivery revenue excess/shortfall (net of state and federal income tax benefits).

At the end of a Semi-Annual RDM Period total delivery revenue excess/shortfalls, and associated interest, for each service classification or sub classification will be refunded/surcharged to customers through service classification or sub classification-specific RDM Adjustments applicable during a corresponding RDM Adjustment Period. The Delivery Revenue Targets utilized in the determination of any such revenue excess/shortfalls will be adjusted, as applicable, to exclude credits applied to customer accounts pursuant to General Information Section 16.B.1. The RDM Adjustment for each applicable service classification or sub classification shall be determined by dividing the amount to be refunded/surcharged to customers in that service classification or sub classification by estimated kWh and/or kW deliveries to customers in that service classification or sub classification over the RDM Adjustment Period. RDM Adjustments shall be rounded to the nearest \$0.00001 per kWh or \$0.01 per kW.

Following each RDM Adjustment Period, any difference between amounts required to be charged or credited to customers in each service classification or sub classification and amounts actually charged or credited will be charged or credited to customers in that service classification or sub classification, with interest, over a subsequent RDM Adjustment period, or as determined by the Commission if no RDM is in effect.

If for any reason, a service classification or sub classification included in the RDM no longer has customers, the Company will consult with Commission Staff.

3. Statement of RDM Adjustments

Not less than ten (10) days prior to a proposed change in the RDM Adjustments, a Statement showing each factor by service classification, or sub-class, and the effective date will be filed with the Public Service Commission.