

PSC NO: 15 ELECTRICITY

LEAF: 163.5.4.1

COMPANY: CENTRAL HUDSON GAS & ELECTRIC CORPORATION

REVISION: 2

INITIAL EFFECTIVE DATE: 07/01/15

SUPERSEDING REVISION: 0

Issued in Compliance with Order in C.14-E-0318 dated June 17, 2015

36. OTHER CHARGES AND ADJUSTMENTS (Cont'd)G. Revenue Decoupling Mechanism (RDM) Adjustment (Cont'd)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).

Issued by: Michael L. Mosher, Vice President, Poughkeepsie, New York