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PSC NO: 15 ELECTRICITY LEAF: 163.5.47 COMPANY: CENTRAL HUDSON GAS & ELECTRIC CORPORATION REVISION: 2 INITIAL EFFECTIVE DATE: 06/01/16 SUPERSEDING REVISION: 1

Issued in Compliance with Order C. 15-E-0186 dated May 23, 2016

44. COMMERCIAL SYSTEM RELIEF PROGRAM (Cont'd)

G. Reservation Payment Option (Cont'd)

3. Application of Payments

Reservation Payments will be calculated on a monthly basis. Payments will be made by bill credit, check, or wire transfer.

4. Testing

The Company may require a Direct Participant or Aggregator to participate in one or more Test Events, each for a period not to exceed one hour, commencing at a time determined solely at the Company's discretion, but within the Contracted Hours.

The Company will make a payment for one hour of energy for the Load Relief achieved up to the contracted amount, as specified above in section G.1.

H. Voluntary Participation Option:

1. Payments

Except as specified in section G, the Company will make Performance Payments to a Direct Participant or Aggregator participating in the Voluntary Participation Option for Load Relief provided during a designated Load Relief Period.

The payment rate for Load Relief is as follows:

\$ 0.25 per kWh for Load Relief provided during a four-hour Planned Event; and \$ 1.00 per kWh for Load Relief provided during an Unplanned Event.

The Performance Payment amount paid per event is equal to the applicable Payment Rate multiplied by the average hourly kWh of Load Relief provided during the event multiplied by the number of event hours.

2. Application of Payments

The Company will make payment to a Direct Participant or Aggregator, after the end of the capability period but no later than the end of the calendar year, for the sum of the payments due for all Load Relief Periods in the Capability Period. Payments will be made by bill credit, check, or wire transfer.

Issued by: Anthony S. Campagiorni, Vice President, Poughkeepsie, New York