

PSC NO: 12 GAS
COMPANY: CENTRAL HUDSON GAS & ELECTRIC CORPORATION
INITIAL EFFECTIVE DATE: 07/01/16
Issued in Compliance with Order in C. 14-G-0319 dated June 17, 2015

LEAF: 118.1
REVISION: 6
SUPERSEDING REVISION: 5

41. RETAIL ACCESS PROGRAM (Cont'd)

H. BALANCING AND SETTLEMENT (Cont'd)

Monthly Cash Out (Cont'd)

April - October

For the months of April - October, inclusive, the monthly cash out prices for both over- and under-deliveries will be equal to the monthly average of the daily average of the "Midpoint" rates for "Tennessee, zone 0" and "Tennessee, zone 1" (500 and 800 legs) receipt points as published in Platt's Gas Daily in the table "Daily Price Survey", plus the Company's weighted average cost of transportation and fuel losses.

November - March

For the months of November - March, inclusive, monthly cash out prices will be as follows:

Over-deliveries: the monthly average of the daily average of the "Midpoint" rates for "Tennessee, zone 0" and "Tennessee, zone 1" (500 and 800 legs) receipt points as published in Platt's Gas Daily in the table "Daily Price Survey", plus the Company's weighted average cost of transportation and fuel losses.

Under-deliveries: the monthly average of the daily "Midpoint" rate of the higher of "Transco Zone 6, N.Y." or "Iroquois, zone 2" receipt points as published in Platt's Gas Daily in the table "Daily Price Survey" under the Citygates heading.

Single Cash Out Process

Central Hudson will continue to reconcile the gas supplies delivered and the natural gas consumed by customers taking service under Service Classification Nos. 6, 12 and 13. However, a revised cash-out process for the Retail Access program will be implemented effective April 2017, to cash-out, in any given month, those accounts with valid meter readings during the month.

At the end of the period, the Company will determine the over- or under-delivery, or net imbalance, for each Retail Supplier based on the Retail Supplier's customers' actual billed usage for the period. The sum of each Retail Supplier's customers' consumption will be multiplied by the factor of adjustment, converted from Ccf to Dth and compared to the Retail Supplier's total pool deliveries, inclusive of confirmed nominations, any daily and monthly imbalances, if applicable, and any WBSV. The Company will release this imbalance determination, and supporting detail, twenty-one (21) days after the end of each period.

Any resulting difference will be cashed out at the index prices shown above.

Semi-Annual Reconciliation/Cash Out

Central Hudson will reconcile the gas supplies delivered and the natural gas consumed by customers taking service under Service Classification Nos. 6, 12 and 13 twice per year; once for the seven months ending October 31 (Summer) and once for the five months ending March 31 (Winter).

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