

PSC NO: 12 GAS

LEAF: 181.4

COMPANY: CENTRAL HUDSON GAS &amp; ELECTRIC CORPORATION

REVISION: 2

INITIAL EFFECTIVE DATE: 04/01/17

SUPERSEDING REVISION: 1

**SERVICE CLASSIFICATION NO. 11** (Cont'd)**FIRM TRANSPORTATION - Core** (Cont'd)**BALANCING: Charges for Over- and Under-Deliveries** (Cont'd)**A. Daily Balancing** (Cont'd)**III. Month End Cash Out** (Cont'd)**(b) Cash Out**

Any net imbalances which are not resolved through exchange will be cashed out according to the following terms and pricing:

November - March	Over-Deliveries	Under-Deliveries
0% to 5%	Index	Index
5% to 10%	90% of Index	110% of Index
>10%	80% of Index	120% of Index

All Other Months	Over-Deliveries	Under-Deliveries
0% to 10%	Index	Index
>10%	80% of Index	120% of Index

The over-delivery Index Price used to determine the applicable rate shall be equal to the monthly average of the daily "Midpoint" rate of the lower of "Millennium, East receipts " and "Tennessee, zone 4-300 leg" receipt points as published in Platt's Gas Daily in the table "Daily Price Survey" under the Citygates heading, plus the Company's weighted average cost of transportation and fuel losses.

The under-delivery Index Price used to determine the applicable rate shall be equal to the monthly average of the daily "Midpoint" rate of the higher of "Algonquin, city-gates" and "Iroquois, zone 2" receipt points as published in Platt's Gas Daily in the table "Daily Price Survey" under the Citygates.