

PSC NO: 12 GAS
COMPANY: CENTRAL HUDSON GAS & ELECTRIC CORPORATION
INITIAL EFFECTIVE DATE: 01/01/14

LEAF: 198.1
REVISION: 1
SUPERSEDING REVISION: 0

SERVICE CLASSIFICATION NO. 14

INTERRUPTIBLE TRANSPORTATION SERVICE TO ELECTRIC GENERATION FACILITIES

(Cont'd)

MONTHLY RATE COMPONENTS (Cont'd)

5. Charges for Over- and Under-Deliveries: (Cont'd)

Under-Deliveries – Daily

If on any day a customer's under-delivery is greater than 2% of a customer's actual usage, the under-delivered volume in excess of 2% will be sold to the customer by the Company at the rates set forth below. The Index Price used to determine the applicable rate shall be equal to the "Midpoint" rate of the higher of "Transco, zone 6 N.Y." and "Iroquois, zone 2" receipt points as published in Platt's Gas Daily in the table "Daily Price Survey" under the Citygates heading.

For Under-Deliveries	Rate
> 2% up to and including 10%	105% of Index Price
> 10% up to and including 15%	110% of Index Price
> 15% up to and including 20%	115% of Index Price
> 20%	140% of Index

B. Month End Cash Out

At the end of the month, a customer's cumulative over- or under-deliveries, net of any activity resulting from the daily balancing provisions described above, will be summed into a net imbalance.

(a) Exchange of Net Imbalances

A customer may exchange a month-end imbalance with another Service Classification No. 9, 11 or 14 customer or its Retail Supplier. Imbalance position and contact information for each Retail Supplier will be available after the end of the month on the Company's Gas Tracking System. Such exchanges of imbalances shall be accomplished upon notification to the Company of the exchange by the applicable customer, or its designated Retail Supplier, prior to the imbalance resolution due date as shown on the Company's Calendar of Gas Transportation Scheduling as defined in General Information Section 2. The net effect of all imbalance exchanges must improve a customer's or its designated Retail Supplier's, relative imbalance position. In no event will the Company process exchanges that result in a larger negative position for the customer, or its designated supplier.

b) Cash Outs

Any net imbalance will be cashed out according to the following terms and pricing:

All 12 months	Over-Deliveries	Under-Deliveries
0% to 2%	Index	Index
> 2% to 5%	95% of Index	105% of Index
> 5% to 10%	90% of Index	110% of Index
> 10%	80% of Index	120% of Index

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