

June 12, 2018

Hon. Kathleen H. Burgess, Secretary New York State Public Service Commission Three Empire State Plaza Albany, NY 12223-1350

Re: Case 15-E-0751 et al. – In the Matter of the Value of Distributed Energy Resources; Value Stack Tariff - Compliance Filing

Dear Secretary Burgess:

Central Hudson Gas & Electric Corporation ("Central Hudson" or "the Company") hereby files the following tariff amendment to become effective on June 26, 2018.

P.S.C. No. 15 – Electric

1st Revised Leaf No. 163.9.9

Pursuant to the Commission's Order on Phase One Value of Distributed Energy Resources Implementation Proposals, Cost Mitigation Issues, and Related Matters, issued September 14, 2017 ("September Order"), the Company made a compliance filing on October 16, 2017 to implement the Value Stack compensation methodology effective November 1, 2017.

The tariff amendment contained herein provides clarification that the transfer of Renewable Energy Credits ("RECs") to the Company will be the default option, with concomitant compensation to a customer under the environmental component of the Value Stack, unless a customer makes a one-time irrevocable election to retain the RECs as described in the Commission's March 9, 2017 Order on Net Energy Metering Transition, Phase One of Value of Distributed Energy Resources, and Related Matters issued in the above-referenced proceedings. Clarifying language was also added to indicate that upon such a transfer, the Company will become the responsible party within the New York Generation Attribute Tracking System ("NYGATS") for such projects receiving the environmental compensation component, and will receive all associated RECs. Further, projects electing to opt-out of the environmental compensation component and retain their RECs must designate a responsible party within the NYGATS.

Ordering Clause No. 23 of the September Order waived the requirements of Public Service Law §66(12)(b) and 16 NYCRR §720-8.1 concerning newspaper publication of the tariff amendments filed on October 16, 2017 that became effective November 1, 2017. The Company requests a waiver of the newspaper publication requirements for the instant filing as it serves to clarify the provisions filed on October 16, 2017.

Questions related to this filing should be directed to Jay Tompkins at jtompkins@cenhud.com or (845) 486-5203.

Very truly yours,

Anthony S. Campagiorni Vice President Regulatory & Governmental Affairs

LETT442