

May 31, 2016

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

> Re: <u>Case 15-E-0186- Dynamic Load Management ("DLM"):</u> Central Hudson Compliance Filing

<u>Case 14-E-0423- Proceeding on Motion of the Commission</u> to Develop Dynamic Load Management Programs

Dear Secretary Burgess:

The amended tariff leaves set forth below are being filed by Central Hudson Gas & Electric Corporation ("Central Hudson" or "the Company") on May 31, 2016 to become effective on June 1, 2016 in compliance with Ordering Paragraph 1 of the Commission order issued and effective May 23, 2016 in the above referenced cases ("Order").

P.S.C. No. 15 – Electricity

2 nd Revised Leaf No. 163.5.38	Initial Leaf No. 163.5.42.1
2 nd Revised Leaf No. 163.5.39	1 st Revised Leaf No. 163.5.45
2 nd Revised Leaf No. 163.5.40	1 st Revised Leaf No. 163.5.46
2 nd Revised Leaf No. 163.5.41	2 nd Revised Leaf No. 163.5.47
2 nd Revised Leaf No. 163.5.42	

The purpose of this filing is to revise the proposed amendments to Dynamic Load Management ("DLM") programs that were originally filed by the Company on February 16, 2016 to comply with the changes required in the body of the Order, including:

Amendments to Direct Load Control ("DLC") Program:

• Modify the criteria used when dispatching the DLC Program to expand the scope of events the DLC Program may be called to respond to by including reliability issues and emergencies.

Amendments to Commercial System Relief ("CSRP") Program:

- Re-establish May 1 as the start of the summer capability period.
- Adopt a 92% dispatch threshold applied to a dispatch trigger baseline of the forecast system-wide peak load.
- Allow customers an extra 30 days after enrollment to establish meter communications service.
- Allow additional time to enroll customers for participation for the 2016 summer capability period.
- Eliminate the penalty provision.
- Adopt a 0.50 performance factor for aggregators and direct participants.

The amended tariffs include specific program changes that will increase customer participation and better align the program payment structure with the established benefit stream associated with the Company's DLM programs. Concurrently, a petition is being filed today, February 16, 2016, in the instant proceedings explaining in detail these proposed changes.

Received: 05/31/2016

Pursuant to Ordering Paragraph 5 of the Order, the requirements of Public Service Law §66(12)(b) regarding newspaper publication of these tariff amendments has been waived.

Questions related to this filing should be addressed to Glynis Bunt at 845-486-5420 or gbunt@cenhud.com or to Darlene Clay at 845-486-5466 or dclay@cenhud.com.

Very truly yours,

Anthony S. Campagiorni Vice President – Regulatory & Government Affairs

LETT386